



1	[TRA	NSCRIPT
2	Novem	ber 29, 2005
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8	MONTGOMERY	COUNTY COUNCIL
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10	PRESENT	
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13	Thomas Perez, President	George Leventhal, Vice President
14	Phil Andrews	Michael Knapp
15	Howard Denis	Nancy Floreen
16	Marilyn J. Praisner	Steven A. Silverman
17	Michael Subin	
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- 1 Council President Perez,
- 2 Let's begin. Is Reverend Ginger Luke here from River Road Universalist Unitarian
- 3 Church? Good morning. We're going to begin now. If people could rise.

4 5

- Reverend Ginger Luke,
- 6 I'm Reverend Ginger Luke from River Road Unitarian Church. In the name of all that is
- 7 holy and sacred, let us pray. We are thankful for the people of this Council, for the time
- 8 and energy they offer each of us in this community. We are thankful that they attend to
- 9 the minute details and to the expansive plans of the future. We are thankful that they
- are able to hear the many diverse voices of this community and to respect them all. May
- they receive in plenty, gifts of patience, discernment, wisdom and compassion. And may
- they begin this day holding the well-being of all of us in their hands and in their hearts.
- 13 Amen.

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- 15 Council President Perez,
- 16 Okay. Let's turn to Linda Lauer.

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- 18 Linda Lauer,
- 19 The addition to the Consent Calendar today is to introduce a special appropriation to the
- 20 Park and Planning Commission's FY '06 operating budget \$1,153,100 for the
- 21 Development Review Division. Public hearing is scheduled for December 6th at 1:30.
- 22 On the legislative session, there is an added Bill for introduction: Expedited Bill 40-05
- 23 Minority-owned Business Purchasing Program Extension of Sunset, sponsored by
- 24 Councilmembers Praisner and Leventhal. Public hearing and action is scheduled for
- 25 December 6th at 1:30. Thank you.

- Council President Perez.
- Thank you. We have another -- in terms of scheduling, we have another challenge this
- 29 morning, which is a dear friend of many people on the Council passed away over the
- weekend and the service is this morning at 11:00 a.m. And a number of our colleagues
- 31 have expressed an interest in going and I -- by 11:00 I expect us to be talking about the
- 32 issue of water and sewer category changes in Private Institutional Facilities. And I think
- all of the requests we will be considering are places of worship, and I would assume
- that if anyone would appreciate the need for a little flexibility on a place of worship, it
- would be -- on a funeral, it would be place of worship. And so what we'll do is we will
- proceed this morning until 10:40 and then we will reconvene at 12:15 here, and we'll
- work through the lunch hour. I'm hopeful that we'll get through everything this morning
- through Agenda Item -- my goal at least is to get through Agenda Item 4 before we
- leave, and then we will reconvene at 12:15. I apologize for the inconvenience that
- 40 creates. I'm sure you'll appreciate that we want to pay our respects in this context. So
- 41 we'll reconvene and the 12:30 lunch meeting with Royce Hanson we can put off 'til the
- 42 end of the day so that we don't -- so that we don't inconvenience further the people who
- are here for the discussion on water and sewer. So I apologize for that. Obviously
- 44 wasn't something we expected. But I do want to give my colleagues who are -- who had



expressed an interest, the opportunity to do that. So that will be the schedule. We'll break at 10:40 and reconvene at 12:15 and work through the lunch hour so that we can get through the water and sewer category changes during then. Madam clerk, approval of minutes.

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- 6 Council Clerk,
- 7 You have the minutes of November 8th, 14th, and 15th for approval.

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9 Unidentified,

10 Move approval.

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- 12 Council President Perez,
- All those in favor? Unanimous among those present. No petitions. Turn to the consent calendar.

15

- 16 Unidentified,
- 17 Move approval.
- 18 Second.

19

- 20 Council President Perez.
- 21 Moved and seconded. Ms. Praisner.

22

- 23 Councilmember Praisner,
- Yes, on Item Number C, which is water and sewer category changes that are being
- done by a Consent Calendar, I had one request for some modification of the language
- as it relates to 04-A/CLO-05, the [INAUDIBLE]. It is conditional approval rather than
- 27 approval, I support the Committee's recommendation. It says, "Pending Planning Board
- 28 approval of a preliminary plan, including the sewer alignment for the property." I'd like it
- 29 to say, "including the sewer alignment, which should minimize or address the
- 30 environmental issues in a way that minimizes tree removal and avoids the stream
- crossing." Those are the issues that the Planning Board mentioned for us. So, if that's
- okay with the Committee, thank you very much for that opportunity. On the second item
- 33 --I had another one, Mr. Perez, if you want me to continue.

34

- 35 Council President Perez,
- 36 Yes.

- 38 Councilmember Praisner,
- 39 On the introduction of the item on the Pre-K funding, Pre-K services. I know this is
- 40 already gone through Committee and is coming up for action right after the public
- 41 hearing. The one question that I had, though, is it appears that the -- there's a significant
- 42 cost difference from a standpoint of the training that's associated. And so before or
- during the public hearing process, I liked to understand the rational for the significant



difference in costs associated with the request and the training program that's proposed by the school system. Thank you.

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Council President Perez,

5 Mr. Denis.

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Councilmember Denis,

Thank you, Mr. President. On Item D, the resolution regarding Montgomery County Public Schools' State funding request for school construction, I'd like to reiterate my thanks to Superintendent Weast for his comments and the position against surplussing the Seven Locks Elementary property at such time as that might become relevant. And by way of background, I'd just like to share with the Council that the FY '07 funding request proposed by the Superintendent does include \$5.5 million for the planning and construction of the Seven Locks replacement school at Kendale. The Council agreed to fund a replacement school rather than a modernization addition project premised on the belief that the replacement school was significantly less expensive than the combined cost of the modernization addition and gymnasium project. I am fine with allowing the project to remain on the list of requested projects, since we will need State funding for some Seven Locks project. However, I think it is critical to receive a more current cost comparison between the two options. Modernization addition versus the replacement school. Clearly, the cost of both projects have increased, but it's not clear how the costs of the two projects now compare. I would hate for the Council to set a precedent for replacing a school rather than modernizing and adding to a school unless it is truly a less expensive option. We need to be able to completely justify our decision to the community and to the State. The Council had previously approved a series of projects, a modernization, a classroom addition, and a gymnasium addition at Seven Locks that would accomplish the same goal. We must be certain that in the time of rising costs in which we are now living and limited State funding, that we are choosing options that meet our needs at the least cost. Thank you, Mr. President.

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Council President Perez,

Mr. Leventhal.

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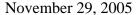
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Councilmember Leventhal.

Thank you, Mr. President. Regarding item A on Consent Calendar, I wish this special appropriation did not have to be introduced. I wish Montgomery County didn't have to play the chump again and step up to the plate again to compensate for the heartless failure of State Government to cover children in need. I realized that the rest of the State looks at Montgomery County as though we have an unlimited cash register and that they can continue to cut us and cut us and ignore our needs and that we will take care of it out of our own wallet. I wish that we didn't have to do this. But 1,200 children are going to lose health insurance as a result of the decision by Governor Ehrlich to revise the State Medicaid program and deny healthcare coverage to legal immigrants in this country who have resided here for less than five years, including children who are less



- than five years old. I don't believe we can allow those 1,200 children, especially the
- 2 youngest children who need to see a doctor frequently, to go without health insurance.
- 3 So once again the Health and Human Services Committee is stepping up to the plate.
- 4 Once again Montgomery County is gonna burden its own taxpayers to compensate for
- 5 the failure of State Government to acknowledge our needs. We're just introducing this
- 6 today, there's still time for the public, for the media and for State Government to come to
- 7 its senses and to realize that denying health insurance to children legally resident in the
- 8 United States is not good health policy. It's not good public policy. We're just introducing
- 9 this special appropriation today. I hope it won't be necessary to pass it.
- 10
- 11 Council President Perez.
- Okay. All those in favor? Unanimous among those present. Let's turn to the next item on
- the calendar. Which is the District Council session. This is agenda item 3A: Zoning Text
- 14 Amendment 05-20, Site Plans Approval Amendments Enforcement, sponsored by
- 15 the County Council. We -- I wanted to thank my colleague Mike Knapp. We had a
- number of conversations with the Council staff relating to the OLO report and the draft
- for a number of recommendations contained therein. And what we wanted to do was get
- the ideas that were contained in the OLO report on the table for consideration along
- with a host of other legislative proposals that have been already introduced. And so, this
- staff draft that was -- and there's a cover memo from Mr. Faden that was prepared, is
- 21 part of the package of reforms that will be heard, I believe -- I forgot the date of the
- hearing. It's January 17th. There are a host of bills that will be on the table that day. So,
- 23 Ms. Praisner.
- 2425
- Councilmember Praisner,
- Thank you. I had sent Mr. Faden a couple of questions. And based on the dialogue that
- 27 I will have with him -- based on that -- I may have some modifications to some of the
- language that is associated with notice, and terms like "structure other than a building,"
- 29 and documents references to the fact that no other document can be incorporated
- within the decision or reference to document, making sure that that doesn't conflict with
- 31 the reference that might be associated with a law, which is a document. So -- or could
- be construed as a document. But I'll be working with Mr. Faden to the extent I have
- 33 some suggestions. Thank you.
- 34
- 35 Council President Perez,
- 36 Great. Okay. Mr. Knapp.
- 37
- 38 Councilmember Knapp,
- Thank you, Mr. President. I just want to thank you, thank Mr. Faden for getting this done
- 40 quickly so we could actually get this introduced. And to Mrs. Praisner's point, the idea is
- 41 to get it on the table, so we had a place to begin the discussion from. So I expect that
- we'll all have lots of points to add. And I hope that as we get this piece and I believe Mr.
- Faden has one more piece to add to this, that we will have this broadly circulated. I
- 44 know there's a lot of community members that have spent a lot of time thinking about





1 this and hopefully they'll provide us a lot of input and feedback so we can incorporate 2 that into this as well.

3

- 4 Council President Perez.
- 5 Okay. We have a resolution to establish a public hearing. All those in favor. Unanimous
- 6 among those present. Let's turn to legislative session. Madam clerk, approval of
- 7 Legislative Journal, any minutes?

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- 9 Council Clerk,
- 10 You have the Journals of November 1st and 8th for approval.

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- 12 Council President Perez.
- Someone. Moved and seconded. All those in favor. Unanimous among those present. 13
- 14 Introduction of bills. There's Expedited Bill 40-05 Minority Owned Business Purchasing
- 15 Program Extension of Sunset. Ms. Praisner.

16

- 17 Councilmember Praisner,
- 18 Yes. I just wanted to explain this so folks understand. The Council -- the current
- 19 Minority/Female/Disabled -- MFD -- owned business purchasing program sunsets on
- 20 December 31st, 2005. We are waiting for legislation from the Executive. I don't know
- 21 whether it's come, it's not -- it has come but there hasn't been time for staff with other --
- it must have come within the last few days. So that in order to introduce it, next week, 22
- 23 have public hearing, have Committee worksessions, and have the discussion that
- 24 needs to occur, we wanted to make sure we had a program in place. I discussed this
- with the Council President and Vice President and, as you can see, Mr. Leventhal has 25
- signed on as a co-sponsor. It would be my intent to have the public hearing and Council 26
- 27 action on the bill at the same time, and that scheduled for next Tuesday, December 6th.
- So that we continue to have an MFD program in place while we work through the 28
- 29 legislation, which the Executive has sent over, which, given the schedule of Council
- 30 recess and the magnitude of the issue, which requires, as you all can imagine, careful
- 31 consideration, cannot occur until the January time period, given the recess and
- 32 schedule. Thank you.

33

- 34 Council President Perez.
- I meant to say to please add me as a co-sponsor when I talked to you last week. Mr. 35
- 36 Leventhal, did you want to...

37

- 38 Councilmember Leventhal,
- 39 No.

- 41 Council President Perez,
- 42 Okay. We'll do that next week. Okay. Calls of bills for final reading. Bill 36-04,
- 43 Commission Human Rights Discrimination - Housing. Is Odessa Shannon or someone
- from the Office For Human Rights here? Well... Joe, how are ya? Can you get on the 44



horn and see if they're coming? I just assumed that any time we consider a bill affecting an agency, that the agency would be present and participating in the deliberations regarding the bill. Thank you. While we're waiting, let me turn to Mr. Leventhal.

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Councilmember Leventhal,

Thank you, Mr. President. The Health and Human Services Committee voted to approve Bill 36-04. Bill 36-04 expands the categories of lending activities that constitute discriminatory housing practices and increases the amount of damages that the Office of Human Rights may award. The bill also clarifies that individuals must not engage in discriminatory lending practices, requires the Commission to provide an annual report on discriminatory lending activity in Montgomery County to the Executive and Council. The bill includes language that establishes a process for the Office of Consumer Protection to follow, to ensure a timely response when complaints are received by that Office of discriminatory, predatory, or abusive lending, establishes that the Office of Human Rights must educate residents about discriminatory lending practices and work with the Commission for Women, the Office of Consumer Protection and other government or nongovernment agencies or organizations in this effort.

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Council President Perez.

Okay, we -- I wonder when they're going to be here. Okay. Well, we had a number of hearings on this bill and the bill is designed to -- first of all I want to start out by thanking Mr. Subin, Ms. Floreen. I know Mr. Subin will be here in a few moments. I spoke to him earlier this morning and he will be here shortly. The bill is designed to address a problem that is best illustrated by looking at a chart. You've had this chart before, but thought I would give it out again. This is a map of Montgomery County disaggregated by race. And on your left is areas where you have high concentration of minorities living in Montgomery County. On your right, which is in red, is the areas where you have high concentrations of subprime lending in Montgomery County. And I think there's an old adage that a picture tells 1,000 words. And what this picture tells us is that Montgomery County is really no different than America, which is to say that the American dream of home ownership is elusive enough in this County in the best of circumstances, but when you have the scourge of lending discrimination, it adds insult to injury for so many people in this County who are attempting to realize the American dream. And so the problem that we're trying to solve is a problem that's a very similar problem that we address week in and week out, which is the affordable housing crisis in Montgomery County. Making it accessible. We have this wonderful policy that was enacted before I got here. It's called a Housing Policy. Montgomery County, The Place To Call Home, a Housing Policy For Montgomery County, Maryland. It talks about our vision and on page 1 part of that vision is no discrimination in choosing a place to live. There's a number of other references to making sure we put our best foot forward in the effort to ensure that every resident of Montgomery County has access to the American dream. And the challenge and the problem to which this was -- the bill was the solution was, again, the problem that too many residents in Montgomery County and it's disproportionately African-Americans and Latinos, are in the subprime market. Now, it's one thing that's



1 clear to point out is the subprime market -- not all subprime loans are predatory or 2 discriminatory, but what's equally true is that discriminatory lenders and predatory 3 lenders have found a beachhead in the subprime market, and that is the problem that 4 we are seeking to address. We're seeking to address the problem by making County 5 government a real player in the battle to combat lending discrimination. Right now you have a two-legged stool of Federal and State Government guarding our civil rights. 6 7 Frankly, that sends chills up and down my spine, the notion that George Bush and Bob 8 Ehrlich are minding the civil rights store. And so the essence of this bill was to create a 9 structure in which County government, in particular our Office For Human Rights, would be an equal player in the battle to combat lending discrimination. No more power than 10 State or federal authorities, but no less power. And so, we wanted to create a three-11 12 legged stool. I can't do much about the state leg and the federal leg. We had a hearing in which somebody came from State Government and we learned about what they're 13 14 doing or not doing in Montgomery County. We learned, for instance, that there's nobody 15 with a bilingual capacity at the State level to come in and investigate cases of lending discrimination, which means latinos who are victims of lending discrimination or French 16 immigrants from Cameroon who are victims of lending discrimination are basically out of 17 18 luck at the State level because they don't have the language facility to address them. Don't need to say much about what the Bush Administration is doing in the lending 19 context, other than to say that this has not been a civil rights friendly administration. In 20 21 addition, the courts have not been particularly friendly to civil rights. And so the purpose of our bill was to, again, assist our County Government by allowing the Office for 22 23 Human Rights -- and I'm frankly dumbfounded that they're not here. I'm hopeful that 24 they will be here soon. I hope Eric you can assist us in getting them there. This has been on the agenda for a while and I'm not quite sure why they're not here. But we 25 wanted to assist in making local government a real player, because frankly, if you were 26 a victim of lending discrimination, you wouldn't come to local government. That's not 27 meant as a dig at anybody in local government. It's just that the statutory tools were not 28 29 present to make it a credible threat to be in local government. Another thing we wanted 30 to do in this bill was to make sure that we addressed the issue of what the hostile courts 31 are doing by inserting civil rights insurance policy into this bill. What I mean by that is 32 simply that there has been an effort in the judiciary, and this is what the nomination of Samuel Alito is about in large measure, to turn back the clock on civil rights. And one 33 34 way you get around that in local governments is to make sure that you look at the plain language of statutes. That you have explicit language in there protecting victims of 35 36 discrimination. And in particular, what that means at a local government level is that 37 there are two ways to prove discrimination. You can show that somebody intentionally discriminated or, alternatively, you can show they had a facially neutral policy or 38 39 practice in place which had a disproportionate adverse impact. That's called disparate 40 impact theory. The Fourth Circuit has recognized it in lending cases. All circuits that have dealt with it have recognized it in lending cases. I believe it's nine or ten circuits, 41 42 and part of the goal of this bill was to codify that language. That amounts to a civil rights insurance policy. The reason you want to codify that language is because right now 43 there was agreement among the County Attorney, among our County Council Attorney, 44



1 and among attorneys that we had brought in who are fair housing experts, that we do 2 have the authority -- implicit authority -- right now to pursue lending cases under a 3 disparate impact theory. However, we do not explicitly have that in the statute. And the 4 problem with having it implicitly and not explicitly was quite vividly illustrated during the 5 Committee consideration. Because my friend and colleague Steve Silverman asked a 6 very fair and appropriate question, which was, "Why do we need to codify disparate impact? What is the current state of the law? And why would codification be 7 8 necessary?" And that was a very fair question. And we spent a lot of time discussing 9 that question. And the answer we got from the County Attorney was that, indeed, we have the authority currently to prosecute cases under a disparate impact theory. The 10 answer we got from our friends on the County Council was, indeed, we have the 11 12 authority to prosecute cases under a disparate impact theory. The answer we got from housing advocates -- fair housing advocates -- was, indeed, the authority is implicit to 13 14 prosecute these cases at which point the question was asked -- and it's a very fair 15 question -- why is this necessary if we indeed have the authority? And the answer was provided by our friends in the banking industry who said, "We dispute that you have that 16 authority. And, in fact, if you were to prosecute such a case at the Office for Human 17 18 Rights under that theory, we would challenge your authority and we would take you up to the highest court, because we don't believe you have such authority." At which point I 19 20 believe Mr. Faden responded that codifying the disparate impact theory as we did in the 21 original bill would, quote/unquote, save us a trip to the Court of Appeals, because the first thing a court does when examining a question such as, "Do you have the authority 22 23 to prosecute under a disparate impact theory?" The first thing they will look to is the 24 plain language of the statute. The plain language of our Human Rights Ordinance currently is silent on that issue. And we are trying to make it very loud and clear. And 25 that's what the original bill did. We are trying to make it loud and clear that, indeed, the 26 27 authority exists to prosecute disparate impact cases. And so we made it explicit. We had a conversation in the Committee and the Committee majority voted to remove the 28 29 language of disparate impact. I'll let them speak for themselves as to why they wanted 30 to do that. We then had a discussion in the Committee at which point Mr. Dennis introduced a -- and I'm referring to Michael Dennis from the Office of Human Rights at 31 Circle 200 -- I think it's Circle 200. Yes, Circle 200. Mr. Dennis from the Office of Human 32 33 Rights offered language that I thought at the time was intended to address concerns that they had about making sure that disparate impact was not going to prevent them 34 from prosecuting intentional discrimination cases. And so what you see on Circle 200 is 35 36 an amendment that I offered at the -- after the original language was stripped by a 37 majority of the Committee -- I offered this language, which was, again, not drafted by Tom Perez. It was drafted by Michael Dennis at the Office for Human Rights. Mr. Beach 38 39 are they coming?

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- 41 Joe Beach,
- 42 No, I'm afraid that Ms. Shannon's not available.

43 44

Council President Perez,



Well, maybe we should postpone this until she is. This is a bill that affects her Office. I don't know that we've ever considered a bill before without the agency representative here. I'm a little bit stumped as to why that's the case. Did they not get the calendar?

4 5

- Joe Beach,
- 6 I'm not sure why [INAUDIBLE].

7

8 Council President Perez,

9 That's -- that's remarkable, Joe. Well, maybe -- we can certainly postpone it until this afternoon. Is she going to be available this afternoon?

11

- 12 Joe Beach,
- 13 I have to check that out.

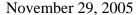
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- 15 Council President Perez,
- Okay. Why don't we do that. I mean, and part of the reason, Joe, that it would be useful
- 17 to have her here is I'm referring right now to Circle 200. And it's the -- one of the
- questions we're going to be discussing here. I'm referring to an amendment that was
- drafted by the Office for Human Rights. I then am looking at another memo from
- 20 Odessa which implies that they no longer agree with the language that they offered
- back in July. And so I'm frankly attempting to figure out what their position is today on
- this bill. I'm looking at an e-mail dated November 21 in which Odessa indicates that they
- do not want disparate impact included in the bill and she points out that adding new
- 24 language will -- "if we add this language, then it may prohibit us from using disparate
- impact in employment cases or in rental cases or in public accommodation cases." So
- 26 I'd really like to have that opportunity to discuss whether their position was as embodied
- in Circle 200, or whether their position is as embodied in this November 21 memo. And
- I'm regrettably, I am not Karnak, so I can't read their mind and figure out where they are.
  They, regrettably, have sent some mixed signals in terms of what their position is. So I'd
- They, regrettably, have sent some mixed signals in terms of what their position is. So I'd appreciate if you could get back to us. There's a lot of people who came here today to
- 31 listen to this debate and discussion and they all knew when the time was, and I would
- have thought that somebody could have come from the Office for Human Rights on a
- 33 bill that directly affects their ability to prosecute cases that are critically important to
- many people in this County. I'm just really at a loss to understand why we don't have a critical stakeholder at the table.

36

- 37 Joe Beach,
- I will try to see if I can have her available for this afternoon. Couldn't Council, even in the absence of their clarifying their position on it, couldn't Council resolve that among
- 40 yourself?

- 42 Council President Perez.
- I have questions for her that will affect the resolution of this. I mean, I'm trying to
- reconcile the memo, this e-mail of November 22nd.





12 Joe Beach,

3 I'm sorry. Is that in the packet.

Council President Perez,

6 No, it's not.

Councilmember Leventhal,

I have a copy, I'll be delighted to distribute it to Councilmembers, and to the audience and anyone else who wants to see it.

12 Council President Perez,

Absolutely. Trying to reconcile this e-mail with what they did, with what Michael offered back in -- here, Sonja, do you need this? And, you know, I don't think it's fair to ask you, Joe, because I have a feeling you wouldn't know the answers to the questions. And I don't like to put people on the spot who aren't in a position to -- who don't have the subject matter expertise. Well, no here.

Unidentified,

We can go back to the PIF vote.

Council President Perez,

Well, we can go to the PIF -- yeah, frankly, that's what I was thinking of doing. I'm just -- I'm a little bit -- I feel badly for all the people who are here today expecting that at 9:30 we were gonna take this issue up and we have nobody from the County Executive's Office who has decided to participate in this. I'm just -- I have never seen this happen. Every time we have a bill, regardless of the agency who is affected by the bill, they're always at the table. Eric, I don't want to put you on the spot because, while this bill will affect the Office of Consumer Affairs, it wasn't directly your bill. I think I would be asking you questions that would be unfair to put you on the spot on. Okay. Well, there's a curve ball for you. Let's put it off until -- we'll assume she's going to be here this afternoon. Well, we will go until 10:40 on the PIF policy and then we'll break until 12:15. I don't expect we'll finish the -- bless you. I don't expect we'll finish the PIF policy by 10:40, so let's say 2:00. Thank you. I apologize to folks who came here expecting to start at 9:30. I know everybody up here was ready; Mr. Leventhal, Mr. Silverman, everybody up here was ready to go. I don't think it's appropriate to proceed when the agency for whom I know I have some questions and who would enforce this is simply not here. So I very

much apologize to those people who took time out of their busy schedules. Let's turn to

Councilmember Silverman,

Where's Royce? Can we meet with Royce?

the -- let's turn to Agenda Item Number 5.

Unidentified,



1	Okay.
2 3	Councilmember Silverman, That was amazing.
4 5	mat was amazing.
6	Council President Perez,
7 8	Unbelievable.
9	Councilmember Silverman,
10	I don't I don't understand that at all.
11	
12	Council President Perez,
13 14	So they've been a model of clarity throughout.
15	Councilmember Silverman,
16	But how can they not send somebody?
17	But now our they not come body.
18	[laughter]
19	
20	Councilman Silverman,
21 22	That's okay, Mike, it's safe to come in.
23	Councilmember Floreen,
24	So, we're proceeding to number five, Mr. President?
25	<b>3</b>
26	Council President Perez,
27	If I could just explain to Mr. Subin. Nobody from the Office of Human Rights came over
28	and so we were unable to have any dialogue about the bill. They're not available,
29	nobody came over, Mr. Subin. We put this off until 2:00
30	
31	Councilmember Floreen,
32 33	I'm for water and sewer.
33 34	Multiple Speakers,
35	[INAUDIBLE]
36	
37	Councilmember Silverman,
38	I'm telling you we should start our meeting with Royce. Is Royce Hanson in the house?
39	
40	Multiple Speakers,
41	[INAUDIBLE]
42	Council Drasident Daves
43	Council President Perez,



Okay, we'll reconvene at 2:00 on this again. So let's turn to the water and sewer category changes. And turn it to the Chair of the T&E Committee.

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Councilmember Floreen,

Thank you, Mr. President. We did tell a few folks to go have a cup of coffee while we were discussing predatory lending, so I hope that staff can go down to the lunch room and round up any folks who seem to be under the impression that we were going to delay this item. Let me just say that when I told the "Washington Post" that my favorite movie was "Casablanca" last year, I was a little incorrect. My favorite movie really is "Chinatown" and that's because it's all about the water and the sewer. And here we are. We've been -- it's been just about a year that the issue of water and sewer in Ag Reserve has been presented full front and center here. Some people might say that the PIF policy stands for "Probably Impossible to Fix." It has been a heartfelt issue. We've heard from so many people on so many sides of these issues. And it has been a real challenge to try to find a fine line really to walk here in terms of preserving our critical Ag Reserve while at the same time respecting our faith communities and what they provide to us, both spiritually and in terms of services. I think it's important to know what we're not talking about here today. We're not talking about the past. The first item on this is the overall recommendation with respect to handling the PIF policy. The second item, Number Six, are the specifics. We are not talking about multiuse systems. We are not at this point talking about the fifth TDR program, an alternative to the existing systems. We're not talking about alternative septic systems and we're not talking about impervious surfaces. We're just talking about the question of whether or not it's appropriate at this point to continue the Council's policy of considering the extension of water and sewer in the RDT on a case by case basis. The recommendation of the T&E Committee is to end that practice and to say no more water and sewage extensions should be permitted in the Rural Density Zone except in a situation to preserve and support situations where there are failing septic systems. And the exact language of the Committee's recommendation is at Circle 38 and 39 of the packet, Item Number 5. So that is our fundamental -- the language is spelled out there that summarize this in great detail, but that is our primary recommendation. We thank -- all the work that has been done by the staff Committee that's been working with the community. Very thorough set of recommendations with respect to the PIF policies. And, as I said, we have not -- we are not at this point addressing all the issues on the table. This is solely directed towards the issue of water and sewer, and as we go into some of the specifics, the Council will see some of the tradeoffs that the Committee has recommended. So, if you like, we can move right on into Item Number Six, unless people have questions or

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- Council President Perez,
- 41 I wanted to reiterate...

comments.

- 43 Councilmember Floreen,
- 44 Are you still on number four?



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Councilmember Silverman,

Shock and awe over the absence of the Human Rights Office.

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Council President Perez.

I feel badly right now because I know there are some people who came for this discussion who aren't here for this discussion because we told them not to come back. And so I think we should continue to have this debate because it's a very important -what we're about to do here, it's impossible to overstate, I think, the importance of the land use decisions that we're contemplating here in the Ag Reserve. 93,000 acres, whatever it is, roughly one-third of our County's land mass. And we are -- we unanimously in the Committee made a judgment that there should not be water and sewer hookup. And that reflects, I think, our judgment that it's not a question of where we want -- it's not a question of whether we want to help our Private Institutional Facilities grow, but what it reflects is a policy judgment about where our friends in Private Institutional Facilities, including but not limited to faith communities, should be allowed to grow. And I think the Committee majority -- the Committee unanimously said that the Ag Reserve is not the place where this should happen. And I strongly support that judgment and I think what we will do is put off the vote until this afternoon, but I think we should work through this in a worksession to see if there are any questions or

concerns. Mr. Subin, just so you know, we are gonna break at 10:40 for people to

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Councilmember Subin.

Thank you, I was about to say I'm happy that the vote won't be until this afternoon to give us some time to discuss these because some of us do have to go. The Mayor of Gaithersburg's mother passed away Sunday night and some of us are going to be going to the funeral. Mr. President, I am in fundamental agreement with the recommendations that came out of the Committee. I think you're right. There's probably no greater land use decision that we have before us, or will have before us for probably for some time to come than how we deal with the agricultural preserve and what we need to do to protect it. The only -- the one set of guestions that do I have though do revolve around Bethel that in terms of...

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Councilmember Floreen,

36 We haven't gotten to the rest of the other recommendations.

attend that funeral service. And your light was on next.

37

38 Councilmember Subin,

39 Wasn't that one of the water and sewer?

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41 Councilmember Floreen,

42 Well, we haven't...

43 44

Councilmember Subin,



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Councilmember Floreen,

1 2	I don't mind holding up on my questions.
3 4 5	Councilmember Floreen, That's the next item. This is the forward thinking recommendation in terms of what should happen in the future.
6 7 8 9	Councilmember Subin, I have trouble with forward-thinking.
10 11 12	Councilmember Floreen, We'll do the backward part next.
13 14 15	Councilmember Subin, I'll have to back up then. Okay.
16 17 18	Council President Perez, Okay
19 20 21 22	Councilmember Floreen, So that's the policy framework for the conversation. I don't know if people wanted to talk about that general objective. I think you have characterized the issues accurately in terms of the tension and the importance of the decision.
<ul><li>23</li><li>24</li><li>25</li><li>26</li></ul>	Council President Perez, Mr. Silverman.
27 28 29 30 31	Councilmember Silverman, Point of thank you, Mr. President. Point of clarification. I'm looking at packet five here Agenda Item five. I understand the overarching policy and then I all see there's a recommendation on grandfathering. What are we talking about right now? And what are we commenting on now?
32 33 34 35 36	Council President Perez, We are simply commenting now on overall policy. We will absolutely take up the grandfathering and, for instance, I observed I think the
37 38 39	Councilmember Floreen, Number Six is the are the specifics. We have a variety of pending applications.
40 41 42 43	Councilmember Silverman, Okay, so the fact that the packet on page eight talks about the T&E recommendations regarding grandfathering I should just ignore until we can get to Number Six?



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Councilmember Silverman,

1 2	I think that's a better approach.
3 4 5	Keith Levchenko, The way to look at that is the way staff drafted the grandfathering itself, we put a date of November 29th in the actual water and sewer Plan Text Amendment.
6 7 8 9	Councilmember Silverman, Okay, I just want to all right
10 11 12	Keith Levchenko, That means anything filed before that would be dealt with on a case by case basis.
13 14 15 16	Councilmember Silverman, Okay, but Okay. And, Mr. President, how are you intending to handle votes? In other words, that's when we get to the actual resolution?
17 18 19	Council President Perez, Yeah.
20 21 22	Councilmember Silverman, We're just talking right now?
23 24 25	Council President Perez, Amongst ourselves.
26 27 28	Councilmember Silverman, Amongst ourselves because we're still waiting for someone from the Office of Human
29 30 31	Council President Perez, Yes, we've now gotten to Section 209, the subpoena power of the County Council.
32 33 34 35	Councilmember Silverman, So it would be appropriate to comment on the policy. It would be appropriate to comment on the policy.
36 37 38 39 40 41 42	Council President Perez, It's appropriate to comment on the policy. What I would like to do after we get through the policy. I know, for instance, that the I think the Beth-el folks are here. I'm hopeful we can get to some of these water and sewer category changes before we adjourn, and deal with that so we're effectively dealing with both the policy and then the grandfathering.



Thank you, Mr. President. I'll be brief. I may comment later on on specific category 1 2 change requests. But, I strongly support the position of the Transportation and 3 Environment Committee. It is a big County. We have many square miles. We have an Ag Reserve that I believe we should be protecting for agricultural uses. We have taken 4 5 steps on this Council to support the use of the Ag Reserve for agricultural purposes 6 when we amended the Zoning Ordinance to promote riding stables in the Ag Reserve 7 because the equine industry is such a huge element of the Ag Reserve. But I will all say 8 that my support for this policy is absolutely tied in to what I will categorize as a very 9 liberal policy that I personally will have about the rest of the County. We cannot, on the one hand, say that 93,000 acres of Montgomery County is off limits to Private 10 Institutional Facilities and, oh, by the way, we're going to impose a series of restrictions 11 12 on the rest of the County that is going to make it virtually impossible for Private Institutional Facilities to go elsewhere. I live in the White Oak area of Silver Spring, 13 14 which many of you may be familiar with. Right off New Hampshire Avenue, which those 15 of us who live there affectionately refer to as the highway to heaven. I think it is a wonderful reflection of the diversity of Montgomery County. And while I know there have 16 17 been contentious issues in the past relating to some of the uses by Private Institutional 18 Facilities of land up and down New Hampshire Avenue. I think it's a tremendous asset to our community. So I want to make clear that my position and support of this policy is 19 20 absolutely tied in to the rest of the PIF policy that we will be discussing maybe today, 21 maybe not today, but at some point that has to do with recommendations from the Planning Board about impervious caps, about issues involving other recommendations 22 23 that have come forth from the Planning Board. But I certainly don't want my position --24 and I'm just speaking for myself -- to be interpreted as a reflection on my interest in making sure that we have places for schools and for houses of worship in this County. 25 They are integral to this community and I'm going to fight very hard during the rest of 26 27 this process to ensure that there are opportunities for Private Institutional Facilities in the other hundreds of thousands of acres of Montgomery County. I just happen to 28 29 believe that we should draw a line on the Ag Reserve and support a policy that supports 30 agricultural use in the Ag Reserve and not encourage large institutions to be located in 31 the Agricultural Reserve. Thank you.

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- Council President Perez,
- 34 Mr. Subin?

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- Councilmember Subin,
- Thank you, Mr. President. I have for 20 years, 19 years up here, and more as a citizen been an extremely strong advocate of the Agricultural Reserve, and maintaining it as it is for agricultural, agricultural-related projects and for services that serve those communities and those communities specifically. We have also, and as Mr. Silverman indicated, in the past done what we could for facilities, organizations, including religious organizations among all the others that serve this County. I think it was six or eight years ago we had a huge set of issues. And sided with the religious community. What we have here is clearly a clash of priorities and two top priorities. The problem that we



1 have is you can't move the Agricultural Preserve. It is what it is. It is where it is and it is 2 not going to change. And we have a nationally recognized program. And once you set 3 those dominos falling, and we've seen it in other places, where you allow things to happen that heretofore had not -- it is extremely hard to stop the next and the next, and 4 5 the next, and the next. And those dominos do not stop falling. That said, as Mr. 6 Silverman indicated, there are areas of this County where facilities can be placed. The 7 facilities can move. We have done what we needed to before to make sure that they 8 could and I think we can do that again, and in the future. The recommendations that Mr. 9 Knapp has certainly lays out the options, opens up the discussion, and will allow us to get to that place. But this is one of those classic clashes of top priorities. And one of 10 them can't move. It just can't. And once we break the envelope, that envelope is broken 11

forever. And we'll never get it back. It's been there for centuries. I think it would not be

responsible for us to break that seal and set in motion its demise.

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Council President Perez,

16 Mr. Knapp.

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Councilmember Knapp,

Thank you, Mr. President. I appreciate the comments of my colleagues and the efforts of the T&E Committee. We've had a lot of discussion and I personally met with a lot of different groups on this topic over the course of the last couple months on all sides of the issue. And I guess I have been struck that the current Council policy is one in which we addressed these issues on an ad hoc basis, which, to some extent in my mind is a little bit of a punt, and so I think what we've got in front of us now is the ability to take a couple of issues that we can actually field the ball and advance the ball back down the field and really address what I think are two critical elements of our County and our County's future. One, our Ag Reserve, and our commitment to the Ag Reserve, and the enhancement of that for generations to come. The second which is the growth of our amazingly diverse and rich culture that the Private Institution Facilities, in particular the houses of worship and our religious community provide to Montgomery County. And by dint of fate or the way this current policy has been established they've been on kind of a crash course that we're going to get to a point where we're going to have to effectively choose between one or the other. I don't believe that was necessarily the intent of the policy. I believe that's effectively where we are right now. And, as I have outlined in a series of memos, and discussions of the full Council, in conversation with my colleagues and many of the organizations in the audience today, I believe that we can do both things. We can effectively reaffirm our agricultural -- our commitment to agricultural and the Ag Reserve while at the same time establish an affirmative policy for how we work with Private Institution Facilities, in particular religious institutions so we can make sure that they can grow and meet the challenges that they have in the future as well. And I think that's really what we need to do. Because of the way our current policy is structured we've set up what -- especially that public hearing looks like in either/or situation when the reality is that's not the case. And what we need to do is to, in the course of a very short time frame, I don't know fit's over the course of the next month or



course of 90 days. I have had conversations with the presumed incoming Council President, Mr. Leventhal to see how we schedule things. But to make sure that we have a very tight time frame in which we can look at all of the policies associated with both strengthening the Ag Reserve and how do we focus on making sure our PIFs and religious institutions in particular can grow and overcome the challenges that they have that have drawn them to the Ag Reserve in the first place. So I'm supportive of what the T&E Committee has put forward in this initial set of recommendations, but I all urge us as a Council and as Mr. Subin has just indicated to quickly come up with a series of policies that we can work with our religious institutions and make sure we get them to the table in a way that I don't know if they were brought to the tab before to come up with a series of policies that help them meet the challenges they have to further growing congregations.

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Council President Perez,

15 Ms. Praisner.

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Councilmember Praisner,

I share the comments that have been made by my colleagues. I do have a couple of additional comments, though. As we have discussed -- which we will get back to again this afternoon -- the Zoning Text Amendment that is before us, it seeks to do a variety of things depending upon where you are in the County, in essence, what the zones are. In the Ag Reserve, it is focused on preserving the Ag Reserve. In the large lot zones, it is focused on looking at the environmental and community character issues that are associated with those areas of the County which, according to our master plans, are not designed for water and sewer. Trying to do both at the same time may be part of the challenge. But while we talk about preserving the Ag Reserve by restricting the extension of water and sewer -- and as I read the recommendation, it doesn't eliminate the presence of PIF in the Ag Reserve -- it eliminates the extension of water and sewer in the Ag Reserve for that purpose exclusively. There is the ability through public safety issues and others to look at the capacity or the ability or the desire for a public institution to be physically located or to expand its present existence within the Ag Reserve. And we had conversations last week about those who we had not had dialogue with as yet to that great an extent. Namely the smaller religious institutions that have existed within the Ag Reserve served the communities of the Ag Reserve for years. And our concerns about their ability, should there be challenges within their area, to be able to continue. And I think we have to be careful about saying we've closed the door to religious institutions in the Ag Reserve. Because that I do not believe is the intent -- or at least I do not support that intent. But nothing that we do here will preserve agricultural unless we focus on other issues associated with the Ag Reserve. Associated with making agricultural a viable option -- continued viable option associated with where any development occurs within the Ag Reserve as it relates to the expanse of farmland availability. Those issues as Mr. Knapp and I have discussed in the past, and folks like Mr. Lechleiter and others are more complex and deal with the economics of agriculture and the evolving nature of agriculture in this County, as is true elsewhere in the State of



- 1 Maryland. Whether you're talking about tobacco farmers of southern Maryland whose
- 2 agricultural has changed, or the way in which we have embraced horticulture in this
- 3 County as well as our conversations about equestrian ag businesses, so to speak.
- 4 When it comes to the other areas of the County that are large lot areas, I think we need
- 5 to give comparable respect to the issues of the environment and the water quality
- 6 issues. How we address them may continue to be on a case by case basis and through
- 7 the master plans just as our master plans I believe as Mr. Knapp has suggested, need
- 8 to take a more conscious focus on what may be ways in which we can sustain the
- 9 presence of religious institutions feel the pressure to relocate because of the problems
- of expansion within the more expensive areas land-wise in the County. So I would really
- like this Council to work through all of those issues between now and the end of the
- 12 Council's term, to leave these things hanging is I think unfair to everyone within the
- community and so I hope that we can work through this. At this point, I guess with my
- own interpretation of what we're saying about the Ag Reserve, I have a reasonable
- comfort level. But I do not believe that we have addressed the mayor issue, which is the
- priority associated here, which strengthening the agricultural focus -- continued viability

of the ag land and ag business in our County.

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Council President Perez,

20 Mr. Denis.

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Councilmember Denis,

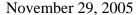
Thank you, Mr. President. it's great to see the bankers following our discussion so carefully, and... And, as former senator, I think I understand we're marking time or whatever. I just have a few general comments and but first and foremost I do want to commend my seat mate, the Chair of the Committee, Ms. Floreen, for doing a great job pulling all of this together in a form in which we can consider it and vote it up or down in the aggregate or piece by piece. I may or may not have disagreements on some of the issues as we go through it depending on the discussion and answers to some questions. But I do commend the Chair and the Committee for the report and for the explanation. I, too, listed "Casablanca" as my favorite movie in the "Post"

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- Councilmember Floreen,
- 35 Did you mean it?

questionnaire...

- 37 Councilmember Denis,
- 38 ...and I meant it. And there is a reference that is pertinent to exactly to this discussion.
- Rick, the Humphrey Bogart character, at one point is asked why he moved to
- 40 Casablanca. And Humphrey Bogart says "I moved there for the water." And he's told.
- but Casablanca's in the middle of a desert, and Bogart says, "I was misinformed." And
- 42 that, to me, that's one of the underlying issues here. Were some people misinformed
- when they got into this process. Were they informed that this would be just a slam dunk
- and you just go through paint by the colors or whatever? And you just go -- and it's





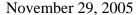
1 gonna be automatic. Now we have this great controversy. And I hope that there's some 2 explanation of that as we go through this discussion. Agriculture, to me, has always 3 been a very mysterious and awesome thing. I remember as a kid in school when my 4 teacher said that an apple starts out as a flower, an apple blossom. I thought it was a 5 made-up thing, like Santa Claus. And how could this be? But the fact that you take a 6 seed and you bury it into the ground and then using implements that you can trace to 7 Neolithic and Paleolithic times, and that from this process food comes out of the ground 8 that feeds us all is just awesome. And I feel and I am concerned not only for the 9 aesthetic value of the Agricultural Reserve, but because of the war in which we are now engaged, the war on terror. It may well be necessary that we use the Agricultural 10 Reserve even more intensely than it's being used now for its original and still purpose, 11 and that is to feed us all. So that is one of the issues and concerns that I have as we go 12 through this. Water and sewer. I'm sure everyone will recall the Cloaca Maxima, the 13 14 great sewer that was built by the Etruscans to bring water into Rome, the first aqueduct. 15 When the Romans kicked out the Etruscans, they improved on it, they built ten more. They perfected a gravity system that was incredible. It couldn't be too steep. Had to be 16 just so. And so throughout Italy and the Roman world, people had more fresh water 17 18 then per capita than they do today. And all of those images you see of people filling up their buckets in the town center, that's for real. The water was plentiful, it was clean. 19 And it was free for most people. And there was enough of it so that the sewer would 20 21 take it out to the Tiber or the Mediterranean, to wherever the Adriatic, wherever it went. But as time went on, believe it or not, in the Roman Senate and other bodies throughout 22 23 the Roman world, they had discussions very similar to the discussion we're having 24 today. They may not have called it "Water and Sewer Category Changes," but it was the same basic discussion. The extent was, who could tap into the sewer, to the pipe, as we 25 would call it today? Is the price high enough? Is it easy enough for the patricians who 26 27 wanted to do it for whatever purpose. Whether it's for farming or for a bath house or whatever it may be. So one of the questions I would like to have answered as we go 28 29 through the process, either staff or someone else who's more familiar with it, and as 30 they say I'm not a member of the Committee, and this is not in the district I'm honored to represent, but I would like to know how difficult or how easy it is to tap into these pipes 31 32 once you put them in. What have we heard from either the Washington Suburban Sanitary Commission, or our own Department of the Environment, or anyone who deals 33 with this? Are we basic -- are we opening up the Agricultural Reserve, making it easier 34 for other types of development or are we not? Or are we not? Are there sufficient 35 36 protections in place to guarantee us that the sewer pipe will not be used for any purpose 37 other than the purpose that is intended? So that's a question that I have that I hope others will address maybe now perhaps staff would like to do it or anyone else, as we 38 39 go through this. I think, to me, that's an underlying issue. Thank you, Mr. President.

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- Council President Perez,
- 42 Mr. Andrews.

43 44

Councilmember Andrews,





- 1 Thank you, Mr. President. This is defining moment in the history of the County's
- 2 Agricultural Reserve. And if the Agricultural Reserve is lost at some point, it won't be
- 3 lost in one fell swoop. It will be lost incrementally. And by not allowing the extension of
- 4 water and sewer, we greatly reduce the chance that it won't be lost at all. And so what
- 5 the Council will be doing by adopting this policy is to ensure at least that the Agricultural
- 6 Reserve will not be lost on this Council's watch. And that it won't begin to be lost on this
- 7 Council's watch. There will continue to be challenges and threats the Agricultural
- 8 Reserve will face in terms of its sustainability, but this will greatly increase its chances.
- 9 So it is a defining moment and that is why the Council should adopt this policy.

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- 11 Council President Perez.
- 12 Great. Okay.

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- 14 Councilmember Denis,
- Mr. President, I think that Mr. Levchenko might have been on the verge of maybe responding to my question.

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- 18 Council President Perez,
- 19 I'm sorry.

20

- 21 Councilmember Denis,
- 22 If that's okay.

23

- 24 Council President Perez,
- 25 Sure. I apologize. My fault.

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- 27 Keith Levchenko,
- On the question of can other people tie into these systems, the PIF policy does have a
- requirement that extensions not open up service to properties that would otherwise be ineligible. So the alignments that are chosen in cooperation with WSSC and the
- 31 applicant have to meet that criteria. So that's one protection. Now from an engineering
- 32 standpoint, if an alignment is out there, whether you can hookup or not is a yes/no
- question. If it's a pressure main, it's going to be more difficult to hookup. If it's gravity it
- will be easier to hookup. But, from -- the key issue is how you set the alignment in the
- first place. If it's according to the PIF policy, you're protecting that issue up front. You're
- 36 not allowing hookups by having an alignment run a certain path. After the alignment is in
- 37 -- and certainly we've seen in different parts of the country when we put in lines for
- 38 schools or other places, once the line is in, there will be pressure as we've seen to
- 39 hookup to these systems.

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- 41 Council President Perez,
- 42 Is that responsive?

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44 Councilmember Denis,



1 Yes, thank you.

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- 3 Council President Perez,
- 4 Yes. Great. Okay. So what I intend to do...

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- 6 Councilmember Floreen,
- We have the outlines of the policy. May I suggest that we return to the specifics at 12:15.

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- 10 Council President Perez,
- At 12:15. That's the outline of the policy. We'll get to the specifics at 12:15. Again, we
- have to -- a number of us have already left to go to the funeral service. And we will
- reconvene and we will take this up at 12:15 and then we will go right into the water and
- sewer category changes. We'll just go right through. I expect we can finish all those
- category changes by 2:00. And then we'll have a wonderful meeting with the mythical
- 16 Executive Branch on this predatory discrimination bill. Thank you.

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- 18 [no audio]
- 19 [Council in recess].

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- 23 Council President Perez,
- Okay, I think we have a quorum, so let's continue. Again, I apologize for the delay for
- the attendance at the service and let me turn it back over. We had completed, I think,
- our discussion on the issue of the policy regarding water/sewer hookup -- or no water
- and sewer.

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- 29 Councilmember Floreen,
- That's correct, Mr. President. We -- as I said earlier, the Committee recommends that
- the Council's current policy of evaluating the extension of water and sewer in the RDT
- 32 zone to private institutions should be eliminated except in the case of failing septic
- 33 systems. Turning to packet item number six, Agenda Item Number Six, we can go
- through the specifics of the Committee recommendations, not all of these are...

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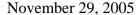
- 36 Council President Perez.
- 37 Before you get to that...

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- 39 Councilmember Floreen,
- We have some deferred ones and more recent ones. They are not all -- well, they all are
- 41 Private Institutional Facilities.

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43 Council President Perez,





I guess I have a procedural question for -- Mr. Chairman, good to see you. Long time no see. It's been about 12 hours since I saw you in Kensington. Do we need to vote up or down right now on the first issue of the no water and sewer in the RDT? A vote is needed.

5

- 6 Councilmember Floreen,
- We're going to need to vote on all of these one way or the other.

8

- 9 Council President Perez,
- But I'm wondering if we should at least we can start with that, and then we can get to
- the issues of -- we'll be getting piecemeal to the issues of each individual application.
- 12 And it seems to me that there is some consensus on that.

13

- 14 Councilmember Floreen,
- 15 I believe there was unanimity on that principle although we don't have all the players
- right now. If you would like to do that, Mr. President, I'll move the T&E Committee
- 17 recommendation on Item Number Five.

18

- 19 Council President Perez,
- 20 And that recommendation, again we are note dealing with the grandfathering right now,
- we're dealing with simply no water and sewer hookup in the RDT. That's what we're
- 22 approving without objection right now. And so we will then address the other issues that
- will involve the grandfathering.

24

- 25 Councilmember Floreen,
- Let me just ask Keith a question. The -- you added an amendment to note that action
- would approve, apply to cases filed after November 29th, which is today.

28

- 29 Keith Levchenko,
- 30 Right.

31

- 32 Councilmember Floreen,
- Have there been any filed since last summer? Since we have the ones that are before
- 34 us.

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- 36 Alan Soukup,
- 37 In the RDT, Alan Soukup, with DEP...

38

- 39 Council President Perez,
- 40 Department of Environmental Protection?

41

- 42 Alan Soukup,
- 43 Yes.



44

1 Council President Perez. 2 That's an Executive Branch agency. 3 4 Alan Soukup, 5 Yes, it is. 6 7 Council President Perez. 8 It's good to see you. 9 10 Councilmember Floreen, They are able to -- they follow our agenda. 11 12 13 Alan Soukup, 14 Yep. 15 16 Councilmember Floreen, Mr. President, it's nice and welcoming approach. 17 18 19 Alan Soukup, 20 Actually Keith calls me because he's never sure. Yeah, there have been no cases in the 21 RDT zone filed that I'm aware of. 22 23 Councilmember Floreen, 24 There have been none. If that's the case then there is no need for a grandfathering provision although we do have one matter in particular. We'll take you through the ones 25 26 that are pending. 27 28 Keith Levchenko, 29 What the language would allow you to do is consider the ones in the next packet on 30 case-by-case basis and after today it would be a blanket prohibition. 31 32 Councilmember Floreen, That is certainly the intention. So turning to the -- Agenda Item Number Six, you'll see 33 on page two a summary of the T&E Committee recommendations. These are the 34 current most recent filed applications for Private Institutional Facilities. The first one, the 35 36 Christian Life Center, frankly, is not before us as the applicant has withdrawn the 37 request. And I'm just going to... 38 39 Council President Perez, 40 Go ahead. 41 42 Councilmember Floreen, 43 ...to go through this and if people have questions...



44

1 Councilmember Praisner. 2 What about this letter? 3 4 Councilmember Floreen, 5 That is a different one. 6 7 Keith Levchenko, 8 That has to do with the deferred request. 9 10 Councilmember Floreen, 11 Yes, this actually has to do... 12 13 Councilmember Praisner. 14 Okay, I saw "Christian Life Center" and... 15 16 Councilmember Floreen, ...actually that has to do with the next series on page seven. The second one is the 17 People's Community Baptist Church. The T&E Committee -- and we heard testimony on 18 19 this from both sides of the coin. They propose a fairly aggressive project there. 20 However, since they filed their application, we were informed -- and you have a letter in 21 the file to this effect -- it's on Circle 66 and 67 which indicates that they have acquired some additional property, 29 acres, and they are -- believe that they will be able to 22 23 maintain an impervious cap of percentage usage of about 25%, which is comparable what was requested and received from the Lutheran Church, St. Andrew next door to 24 this. And, as a result of that, the Committee recommendation is to approve that one. 25 26 27 Council President Perez. 28 Ms. Praisner. 29 30 Councilmember Praisner. 31 There were a couple of questions that came in from the community, and I also noted in the packet that Ms. Floreen's position was deferral. 32 33 34 Councilmember Floreen. And that was the need for this letter. 35 36 37 Councilmember Praisner, Or the subdivision issues of the Planning Board because of the parcel? I wasn't sure... 38 39 40 Councilmember Floreen, 41 There are different views of how this additional piece of property might be treated. And I 42 think our view -- because otherwise they would have to apply to sewer connection to 43 this parcel to support that if I'm correct. Is that right, Keith?



- 1 Keith Levchenko,
- 2 Right, that parcel's not the subject of this...

3 4

- Councilmember Floreen,
- 5 Not included. That's intended to be kept as a buffer based on the church's letter to us.
- 6 We -- at that point we had not gotten a letter from the church. They have though since
- 7 sent that in, and agreed to continue to work with the community on the details of the

8 project.

9

- 10 Councilmember Praisner,
- 11 Well, I have a couple of comments.

12 13

- Councilmember Floreen,
- 14 Sure.

- 16 Councilmember Praisner, I wasn't sure what the deferral meant. But that's clarification because I don't think a 17 18 deferral would allow us the issue to be resolved and allow the community and the 19 church to work together on this issue. And it will -- would not contribute to the kind of 20 working together that needs to happen. So the issue is I think that the master plan 21 questions, and the issues associated with what the State may or may not say, relative to 22 the development -- or the proposal for the development. As I've had conversations both 23 with people's representatives and with community folks, I think what the community 24 objects to most, or what I heard, is the size and scale of the development proposed, not the presence of the church. Obviously there are significant religious institutions in the 25 area as Mr. Silverman indicated. I think there is some concern about the environment 26 27 and the stream nearby and also just the magnitude of the complex that is proposed.
- There's a lot of traffic that occurs on Norwood Road as a function of activities there, but 28
- 29 there's also a lot of traffic that occurs because people go south to New Hampshire
- 30 Avenue off of the 198 Norbeck Road connector and also come down Norwood Road
- from Sandy Spring and Olney. So it is a busy road and not necessarily associated with 31
- the uses on the road although I think the fact that there's a traffic -- an additional traffic 32
- 33 light not as a major intersection is a function of the large high school that the County
- 34 has contributed to the issues in that area. I think that discussion with St. Andrew's did
- set a standard though by having St. Andrew's both agree to an impervious cap of 25% 35
- 36 and also agree to work with the community on height and building mass. And there
- 37 were discussions about how that development went on. I'm not sure what the State is
- 38 going to say about the master plan and what that implication might be. Clearly People's
- 39 already exists there, so I think the issue may not be the water and sewer extension, but
- the issue may be the development plan which the State may see as inconsistent with 40
- the master plan. I'd like to try and avoid the State interjecting itself in a negative way in 41
- 42 this process because I don't see the Council reopening the master plan in the process
- 43 as well. So one of the things that I've encouraged is that as there is further review on
- this issue, and the development that folks from People's look at what they have planned 44



1 for activity at that site, the good work that they do at this point is not confined to a specific building or a location. They do significant and positive work at the East County 2 3 Government Center and that certainly is better located in my view for service to a broader community because of the population that is proposed for the Cloverly area will 4 5 never match the population or the access that one gets from the Government Center 6 where there is a bus depot and a lot of population that can walk to the Center. So I 7 would encourage the church representatives, many of whom are here today, to work 8 with the community representatives, many of whom are here today, to try to work 9 through the issues of the site design and the standards that are consistent with a rural setting. You can have a church in a rural setting. You can have the -- some of the 10 functions that you're proposing, and there are very bright people on both sides of this 11 issue. It seems to me that what -- this will all be resolved or could be resolved in a 12 positive way if folks come together and work through these issues. It also may be 13 14 negatively resolved if the State weighs in. If it is inconsistent with the master plan and to 15 some extent I have to say that what is proposed right now appears to me to be inconsistent with the master plan in size and scale. So I would support the approval of 16 17 the water and sewer hookup with a limitation of 25%, and -- just like St. Andrew's has --18 but also with an understanding, as the Chair said, that the development and the plan for 19 the site will be in keeping with the character of the neighborhood as we've worked 20 through with the master plan. I think it can be done. I'd be more than happy to facilitate 21 that discussion further. It has to be a serious one though, and I think that the approval should be contingent on that 25% imperviousness and on trying to work with the 22 23 community on a design that is more compatible with the community. I see some folks 24 who will play a major role for the church nodding at me, so I will assume that that is a commitment to do just that. I also think though that we have a major issue that comes 25 forward from the ZTA that Mr. Zyontz and others have brought to us. And while I agree 26 27 with some of the comments my colleague, Mr. Silverman, made this morning about the Ag Reserve, I am equally concerned about our large lot zones and I'm equally 28 29 concerned about the environmental and community impacts there. And I think there are 30 ways for coexistence and I love New Hampshire Avenue and the diversity of the religious institutions, but I also love the Holly Grove community. And the feeling or 31 concern that they have that -- and the Cloverly community, that they are overwhelmed 32 33 by the changes that are occurring, we need to preserve that community as well. So I 34 would hope that that language could be a part of what we're talking about.

35 36

Council President Perez.

Mr. Silverman?

373839

40

41

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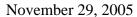
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Councilmember Silverman,

I have two questions, the first one is to the Executive Branch. In the packet that we have, unless I missed seeing it somewhere else, the position of the Executive Branch on page two on several of these was defer pending Council action on PIF working group recommendations. We're not here to discuss the PIF working group recommendations.

We will at some point, but not right now. So does the Executive Branch have a position





on -- and this will apply to all of them -- does the Executive Branch have a new updated position on any of these requests?

3

- 4 Alan Soukup,
- 5 Given the Council's direction on or apparent direction I should say on the
- 6 recommendations for the PIF policy in terms of restricting access to the RDT zone, and
- that is the only change that the Council is looking at for the policy then given the policy
- 8 that would now stand if approved and the Council's previous actions in this area of
- 9 Cloverly, we would support the Committee recommendation to approve, with
- 10 restrictions, the request for People's.

11

- 12 Councilmember Silverman,
- 13 My second question I guess is directed to Mrs. Praisner. We have a Committee
- recommendation does not have a conditional approval on it and I was trying to
- understand if it is a suggestion of the Council that there be an impervious cap, or were
- 16 you actually suggesting -- did you want to make that as an amendment?

17

- 18 Councilmember Praisner,
- 19 Yes, I did.

20

- 21 Councilmember Silverman,
- Yes, you did, what?

23

- 24 Councilmember Praisner,
- 25 Want to make it -- I assumed since we asked for some information and had gotten back
- the information that it is possible to stay within the similar cap of St. Andrew's at 25%
- 27 that that would be part of the -- and also the willingness to work with the community on
- 28 the size and scope issues -- so I was making that -- just is as we did with St. Andrew's --
- a requirement of the approval.

30

- 31 Council President Perez,
- 32 That is a motion.

33

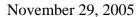
- 34 Councilmember Floreen,
- That's a motion. Okay. It fails for lack of second. Well, let's talk about it then. I guess we
- 36 have been talking about it.

37

- 38 Keith Levchenko,
- 39 I think it's important that the Committee had discussed those specific conditions at the
- work session but did not have the letter at the time of the work session. And that's why
- 41 we don't see the conditions in front of us.

42

43 Councilmember Praisner,





Right, and all I'm doing is taking what the Committee had asked for and making it part of the formal action that we're having in front of us. I don't see anything inconsistent with what the Committee asked for.

4 5

- Council President Perez,
- 6 Okay. Mr. Silverman.

7 8

- Councilmember Silverman,
- 9 Yeah, thank you, Mr. President. I don't think there's anything inconsistent with the fact
- that the Committee asked for the letter. The question is are we going to negotiate on a
- case-by-case basis water and sewer category changes outside the Ag Reserve based
- on impervious caps. I'm not prepared to support an impervious cap outside the Ag
- 13 Reserve. That's going to be my position when we have discussion in Committee and the
- 14 Council notwithstanding Park and Planning's position. It may prevail, it may not prevail,
- but I'm not interested in putting artificial restrictions on Private Institutional Facilities
- outside the Ag Reserve. And to condition this approval on a 25% imperviousness level,
- while I recognize the fact that in this case People's may be able to meet that and I think
- that's a worthy goal, I'm not interested in establishing a precedent that allows us to
- 19 negotiate impervious caps with each and every applicant that comes in outside the Ag
- 20 Reserve. Because I don't know how we would have anything remotely close to a
- 21 consistent policy. What may be -- 25% may work in this case. The next institution that
- comes in may want 29% or 35% because that's what's necessary for them to be able to
- do what they want to do. And I'm not actually interested in getting into that approach,
- because I think that makes -- if we had an ad hoc policy before in the Ag Reserve on
- 27 Secure Film with a film of the film of
- water and sewer category changes, which is what we had until, you know, a few
- 26 moments ago, all we will basically be doing is creating an ad hoc policy outside the Ag
- 27 Reserve that is going to be based on what somebody wants to do as an impervious cap,
- and I'm uncomfortable with that. So I'm not going to support the amendment. I would
- 29 like to support the original Committee recommendations.

30

- 31 Councilmember Floreen,
- Let me just say, at least, I was awaiting that letter from the church and I believe that
- 33 they will abide by their commitment and that -- that works for me in terms of supporting
- the application.

35

- 36 Council President Perez.
- 37 Ms. Praisner.

38

- 39 Councilmember Praisner,
- This is not anything different than what we did with St. Andrew's, so can we get a verbal
- comment from People's? Is the letter what they intend to do?

- 43 Councilmember Floreen,
- 44 You're going to need someone to share.



1 2

2 Council President Perez,

3 If you can -- identify yourself initially for the record, that would be great.

4

- 5 Erika Lathom,
- Thank you for the opportunity. For the record, Erika Lathom with Holland and Knight representing People's.

8

9 Jeff Lee.

10 My name is Jeff Lee, I'm with the People's Community Baptist Church.

11

- 12 Erika Lathom,
- 13 I'm sorry, can you rephrase the question?

14

- 15 Councilmember Praisner,
- My question was the letter stated that you would abide by the 25% impervious cap and
- that you would work with the community on the issues of scope and scale given their
- concerns about the community character. Is that your position at this point?

19

- 20 Erika Lathom,
- Absolutely intend to abide by the letter. In fact, Jeff can speak in more detail, but have met with the community since...

23

- 24 Councilmember Praisner.
- Yeah, but I think the community though continues to have some concerns. Otherwise I wouldn't have raised that today.

27

- 28 Erika Lathom,
- 29 We certainly intend to continue...

30

- 31 Councilmember Praisner,
- Mr. Lee knows that and as I indicated I'm anxious to work with all of you on these
- issues. I've also made some comments about the uses and locations and things. I think
- the community is here as well, and if the majority of my colleagues are not comfortable
- with the kind of requirement which we put on St. Andrews, and I don't think is any
- different, then that will have to be the will of the Council, but I know People's to be a
- church of its word and so I was asking what your word is on that issue.

- 39 Jeff Lee,
- 40 Our word, as Erika said, is outlined in the letter, however, to what you said earlier we've
- been willing to work with the community from day one and just to that end I would not
- 42 like to see us have a artificial cap on us when we fully intend to have those discussions
- that you talk about. But here to pass, the portion of the community has been zero, not a
- situation where they would work with us. They wanted nothing, so for us to come in then



from zero and then throw another cap on ourselves we sort of negotiated against ourselves here.

3

- 4 Councilmember Praisner,
- 5 Well, that wasn't my...

6

- 7 Jeff Lee,
- 8 I'm negotiating against myself.

9

- 10 Councilmember Praisner,
- Fine, I understand that but that wasn't my understanding. The community is not...

12

- 13 Jeff Lee,
- But I wish, if you could get one of them -- a member of the community to come over and agree to...

16

- 17 Councilmember Praisner,
- Ms. Thomas, would you rise and indicate whether the community is willing to work with the church on these issues?

20

- 21 Mable Thompson,
- The community has tried to reason with People's. On several occasions we have talked
- with representatives from the church and our experience has been that they have put
- forth a proposal and they are not willing to negotiate on downsizing any of the project in
- their proposal. We've asked that they review the situation with Victory Housing and
- Hampshire's Green application that was denied a few years ago. We've asked if they
- would go through the files and if they would talk to members of the Council who were in
- office at the time to understand our position of what our vision is for the community. And we have not been able to convince them that we have a vision that is entirely different
- from theirs, that ours is based on the master plan, which we helped to form, and that
- 31 we...

32

- 33 Council President Perez.
- We're having -- the problem is they cannot down -- the people that are watching at
- 35 home can't hear you.

36

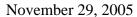
- 37 Councilmember Praisner,
- Mable, I'm sorry, Mable, thank you. I think she's done, thank you. The question though,
- 39 Mable, is are you willing to work with the church, yes or no?

40

- 41 Council President Perez,
- We need to have somebody up here. The feedback that I'm getting.

43

44 Jeff Lee,





If that response is they're willing to move above zero, then we're willing to discuss,
'cause -- and I didn't hear that in her comment, that they have moved. She said their's is
different from ours, but if we have a working relationship where it's above zero, we've
got something to work with.

5

- 6 Councilmember Praisner,
- Mable, the question is -- is the position that you're willing to work within the context of accepting that there will be more development of the church there within the context of working together on how that looks?

10

- 11 Mable Thompson,
- We have been willing all along to do that. And we have invited them to Master Plan Citizens Advisory Committee. And we've invited them to Cloverly Civic Association and

we've entertained discussions within our homes.

14 15

- 16 Councilmember Praisner,
- I just -- the reason why I'm trying to get and agreement that folks will work together is I believe the State having looked at the master plan, will have grave concerns about the extension of the church at all without this dialog. That's the point I'm trying to make.

20

- 21 Jeff Lee.
- 22 My only point is that the State will come back...

23

24 Councilmember Praisner.

25 I understand your point.

26

- 27 Jeff Lee.
- 28 ...no, but even at the State level, the State will come back and say. As you have
  29 outlined it, we would disagree with this part, that part or this part. We have not been
  30 able to get any of that kind of communication.

31

- 32 Councilmember Praisner,
- I understand that and that's why I'm saying I would like to have resolution to move
- forward so we can get an answer from the State. But the State may say no completely.

35

- 36 Jeff Lee,
- They may, but they will also -- they will tell you why. I mean our response has been just, no.

- 40 Councilmember Praisner,
- I don't, they may just say "No, it's not consistent with the master plan." That's why I
- would urge you both and that's why I was trying to add this in this conversation,
- because I think the master plan causes problems. Not for a water and sewer hookup. I
- don't think that is the issue, the issue that the State will have a problem with, is the



development that is proposed to use that water and sewer hookup. That's where I think the conversation needs to occur. So with that kind of spirit is why I was trying to urge folks to make a commitment to come together.

4

- 5 Erika Lathom,
- 6 I think that we standby the commitment made in the letter.

7

- 8 Councilmember Praisner,
- 9 Thank you.

10

- 11 Erika Lathom,
- I just want to point out -- or state explicitly that we would object to a formal amendment to that simply for the reason that we think the letter speaks for itself.

14

- 15 Councilmember Praisner,
- I understand that my point is I think it's stronger in going to the State with that in the process. I think it's stronger for the Council to have made that kind of commitment and for the parties to have accepted that kind of commitment within the action that we're
- 10 to the parties to have accepted that kind of commitment within the action that we re
- taking. I think it's a stronger argument for People's. I understand the concern, but I
- 20 personally think it's a stronger argument that there is that kind of expectation from the
- 21 master plan actors in this case. That's the reason why I'm proposing it. Not to tie your
- hands but to make a statement of the standards that would be a part of the process.

23

- 24 Erika Lathom,
- I agree. I just add that it's probably maybe a little redundant since it's already part of the record.

27

- 28 Councilmember Praisner,
- 29 I don't' think it's redundant. I made my motion. Thank you.

30

31 Jeff Lee,

32 33

- 34 Council President Perez,
- 35 Okay, okay.

36

37 Mable Thompson,

Thank you.

38 Thank you.

39

- 40 Council President Perez.
- 41 Mr. Silverman,!

42

43 Councilmember Silverman,



I don't want to belabor the point, I just want to point out we're going to have another

- 2 one. That we're going to have Number Four, Church of Redeemer, which does not have
- a cap. That's my concern is that we're going to end up picking lines in the sand here.
- Literally, case by case, and I don't know how we would make distinctions between the two.

6 7

- Council President Perez,
- 8 Okay, motion has been made and seconded. All those in favor? Ms. Praisner, Mr.
- 9 Andrews, Mr. Denis. Opposed? Ms. Floreen, Mr. Silverman, Mr. Knapp, Mr. Leventhal,
- myself. Motion fails 3-5. Derwood Bible Church.

11

- 12 Councilmember Floreen,
- Okay, next one. Derwood Bible Church, this, as you may know, has been controversial.
- Has generated a lot of communications with us. This is a large RDT property near
- Laytonsville. It is and the Committee recommendation on this one is that it is not ready
- for prime time. We recommend deferral. We are told that the application is in the
- process of being revised itself. We also have Councilmember Knapp's proposal to set a
- limit on the multiuse systems which we think would be extremely relevant to
- 19 consideration of this application. This is not an RDT application that requires water and
- sewer. The only issue here is multiuse system. It is on prime agricultural land which is a
- significant concern to the community and to -- the agricultural community and certainly
- 22 to the community that surrounds this. However, it is currently a permitted use. We are
- told that it could the imperviousness associated with this project would be around 15%
- 24 as I recall from the conversations we had with the applicant earlier and they do propose
- to subject about 100 acres or more as a key to an agricultural kind of easement. That is
- 26 not before us at this point though, what the Committee recommendation is at this point
- in time is to wait, particularly to see how this application can be revised. We know that
- the applicant has been working with the community. We also are very interested in the
- 29 multiuse system amendment that Mr. Knapp has proposed.

30

- 31 Council President Perez,
- 32 There are no lights.

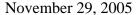
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- 34 Councilmember Floreen.
- 35 Okay, moving right along.

36

- 37 Council President Perez,
- 38 Church of the Redeemer.

- 40 Councilmember Floreen,
- 41 Church of the Redeemer. It is on Woodfield Road. The Committee recommends
- 42 approval of this one. It's RE-1 zoned property and I would in particular draw your
- attention to the map on Circle 41 and 42. As we looked at this application we saw that it
- 44 is surrounded by a residential development or otherwise across the street from a





1 temple. We are told it is not in the sensitive watershed that we were concerned about in 2 the Upper Rock Creek Plan and so we did not recommend a limit on this one. 3 4 Council President Perez. 5 No lights. Oh, I'm sorry, Ms. Praisner. 6 7 Councilmember Praisner, 8 My position is the same as Council staff and the Planning Board that this should be 9 denied. It's inconsistent with the master. 10 Councilmember Floreen, 11 12 Okay? 13 14 Council President Perez, 15 Number Five. 16 17 Councilmember Floreen, The next one, I believe is the one associated with the letter that we have received. TWS 18 19 Land Barons -- and I think this is an unwise name for the... [laughter] ...for the Butler 20 family of Butler's orchard. They're really just local farmers but, the Committee 21 recommendation on this one, this is the RDT zone. The Committee recommendation was to deny water and sewer for this one. We were told that they were in negotiation 22 23 with the church, I guess it was the Christian Life Center at this -- the point that the 24 Committee had it there was no official applicant per se, and I gather this was still the 25 case, is that right? 26 27 Keith Levchenko, 28 The application has not been formally changed. It was first received about four years 29 ago with the owner being the applicant. 30 31 Councilmember Floreen, 32 So that having not been resolved at this point in time, the recommendation of the 33 Committee was to deny it. Next one? 34 35 Council President Perez, 36 No, Mr. Leventhal has his light... 37 38 Councilmember Leventhal, 39 I'm going to stick with the general policy that we're not going to grant water and sewer hookups in the RDT zone, having said that I'm a little confused about the status of this 40 one because I spoke with Pastor LIbby, at least we exchanged voice mail messages, 41

and in the packet that I saw last night, it said it was withdrawn by applicant, and yet...

42 43

44 Councilmember Floreen,



44

Multiple Speakers,

1 No, that's the other one, that's number 18. 2 3 Keith Levchenko, 4 Not this one. 5 6 Councilmember Praisner, 7 8 9 Councilmember Leventhal, 10 Oh, so they have two requests? Christian Life Center? 11 12 Keith Levchenko, 13 Yes, the Christian Life Center -- there was a request in the current package that was 14 withdrawn. That's a separate property. It's not clear to me whether... 15 16 Councilmember Leventhal, Okay, so it's the Butler property that's before us. And the applicant was the Butler 17 18 family. 19 20 Keith Levchenko, 21 Originally, right, four years ago. 22 23 Councilmember Leventhal, 24 But in any event the committee voted to deny. 25 26 Keith Levchenko, 27 Right, it was originally recommended for deferral because there was no applicant -- the 28 applicant was not the PIF that would be using the property. It never came back to the 29 Council in any form with a PIF identified and up until a couple weeks ago we had no 30 knowledge that any PIF was even negotiating with that property. We did received correspondence from the Butler family and a you also got a letter from a potential PIF 31 32 applicant for this property. That's first staff has heard of this in four years. 33 34 Councilmember Leventhal. 35 Mr. President, I don't want to draw this out unduly, it's just that when this came before the Committee the Church was not represented. I don't know if they're represented here 36 37 in the audience today. We've made the judgment now, we voted or we're -- have we 38 voted yet on the policy on water and sewer hookups? I think we haven't, but the 39 direction -- we did. The direction -- was I there? Did we vote on it? It's been a long day!! 40 41 Council President Perez. 42 You led the effort, Mr. Leventhal!! 43

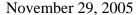


1 2	[laughter]
3	Councilmember Leventhal,
4	Right, and I did a heck of a job!!
5	
6	Multiple Speakers,
7	[laughter]
8	
9	Councilmember Leventhal,
0	And I was awesome!!
1	
2	Councilmember Floreen,
13	You were inspiring.
4	Council Drawidout Douge
5	Council President Perez,
6	You did it in three languages, don't you remember?
17 18	Councilmember Leventhal,
9	Look, we're having a good time it's been a long day.
20	Look, we to having a good time it's boot a long day.
21	Councilmember Silverman,
22	You were out looking for Odessa Shannon.
23	· · · · · · · · · · · · · · · · · · ·
24	Councilmember Leventhal,
25	Okay, this is a very serious matter to the church All right, let's settle down because
26	we're dealing with issues of great concern to the applicants. If the President is
27	amenable if the church could have a moment so we could meet the pastor and hear
28	from him I think it would be appropriate since he wasn't present at the T&E Committee.
29	If that's all right.
30	Councilmomber Floreen
31 32	Councilmember Floreen,
33	Yeah, we just had Ms. Butler at the Committee meeting. I'll just say, I had taken the view that we could allow this to evolve a bit more, but that was not the Committee
34	recommendation.
35	recommendation.
36	Council President Perez,
37	Good afternoon, Pastor Libby. Thank you for coming.
38	
39	Pastor Ron Libby,
10	Thank you for the opportunity.
11	
12	Council President Perez,
13	We appreciate your presence.



44

1 Councilmember Leventhal, 2 Push your button. 3 4 Council President Perez, 5 If you could hit that button right there. 6 7 Pastor Ron Libby, 8 Oh, yeah, I'm sorry. 9 10 Council President Perez. 11 No problem. 12 13 Pastor Ron Libby, 14 My mic that I use is always on. 15 16 Multiple Speakers, [laughter] 17 18 19 Pastor Ron Libby, 20 I didn't know I had to push a button. 21 22 Council President Perez, 23 Can you explain, maybe you can walk us through your letter. We've all read it and it would be useful if you could walk us through it. 24 25 26 Pastor Ron Libby, 27 Okay, back in 2001 we applied -- we were in negotiation with the Butler property. It was 28 our understanding at that time because we weren't in contract it had to go in their name. 29 Our engineer is the one that filed it, and we paid for it, and we've been waiting all of this 30 time. Apparently there was a rule change in 2003 or 2004, that we just found out about, that the name had to be changed. Well I don't know if Ms. Butler is here, but we didn't 31 32 know anything about it. I don't think she knew anything about it. We didn't find out about 33 it until last couple of weeks. We have been working with our engineer to try to fix that 34 problem but the time constraints didn't allow it. During that time we also were negotiating on the -- more recently on the Hyattstown piece. And Mr. Soukup advised 35 36 that we withdraw that request because of distance from the water and the lack of 37 volume available at the sewer hookup. We don't have the foggiest idea why it took so 38 long for it to get here -- the 2001 application. 39 40 Alan Soukup. 41 A few comments if I could. 42 43 Council President Perez, Yes, Mr. Soukup.





3

2 Alan Soukup,

The 2001 application did come to the Council and was deferred because of the PIF issues that were raised at the time.

4 5

- 6 Councilmember Floreen,
- 7 No applicant.

8

- 9 Alan Soukup,
- With an applicant that was only the property owner. At the time, in 2001, there was not a requirement in the water and sewer plan that a PIF user had to be the applicant on the application. That was adopted later in 2003 as part of the plan update. They did apply under the old rules that we accepted the application without a PIF user. That concern was raised in front of the Council as part of the packet at the time and in conjunction with other PIF cases that were coming onboard in that general area. The Council's decision was to defer those pending review of the PIF policy and the water and sewer

17 plan.

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- Council President Perez,
- When was that again?

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- 22 Alan Soukup,
- 23 That would have been in 2002.

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- 25 Council President Perez,
  - Okay, and also in 2002, if I recall, which was before this Council, that's was when the decision was made regarding the necessities for the applicant coming forward. That's actual you actually a decision of over three years ago. The actual first deferral of that was in September of '01. At the time consideration of the PIF service policy, and then it was subsequently deferred again -- this is the way these things have gone -- in 2004, pending consideration of the Rural Zone Impervious Cap ZTA. Do you do -- like at the conclusion of this annual cycle do you send out letters of notification to everyone? I know some are here, like People's doesn't need a letter of notification, Bethel doesn't need a letter of notification necessarily, but what do you do...

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- 36 Alan Soukup,
- Yes, we work -- we work with Council staff to provide them with a mailing list of all of the applicants and interested parties concerned with a particular packet that the Council has acted on.

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- 41 Council President Perez,
- 42 Did we -- did you get...

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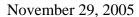
44 Pastor Ron Libby,



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1 We never got anything. 2 3 Alan Soukup, 4 Well, because your name wasn't on the application. 5 6 Council President Perez, 7 it wasn't in your name. 8 9 Pastor Ron Libby, I understand that. 10 11 12 Council President Perez. So I'm guessing -- and again I underscore "guessing" -- that if our process worked 13 14 correctly Ms. Butler or one of the top dogs or whatever -- what was the name of their... 15 16 Councilmember Floreen, Land barons,! 17 18 19 Councilmember Silverman, 20 One of the Land Barons! 21 22 Council President Perez. 23 Top dog, I'm sorry. 24 25 Alan Soukup, They would have gotten -- they would have gotten notification. 26 27 28 Council President Perez. 29 They got notification of what occurred, and the breakdown may have been between 30 them and you. 31 32 Pastor Ron Libby, I'm sure she did. I'm sure she did. In her discussion with me, she found out about it -- I 33 34 found out from her who had just found out about it. That's not to say the mailing didn't 35 go. 36 37 Council President Perez, Okay, I'm just trying to recreate what occurred because I empathize with your situation. 38 39 But things -- a number of things occurred over three years ago. Mr. Leventhal. 40 41 Councilmember Leventhal, 42 Pastor Libby, I -- we're in a situation here regarding -- and you've heard the debate, you 43 understand we're talking about the Agricultural Reserve which is -- which has unique

treatment in the zoning code. I'm trying to understand -- I always am respectful to men





- of the cloth and I have great regard for your learning and the experience that you bring
- 2 to the position. So I hope I do not in any way sound disrespectful. I'm trying to
- 3 understand, how could you have sold your land to a residential developer without
- 4 knowing if you were going to get a water and sewer hookup on the land that you
- 5 proposed to go to?

- 7 Pastor Ron Libby,
- Well, at the time this all happened -- this was before all of this -- at least my awareness
- 9 of all of this. I didn't know about. This is we're talking about several years ago.

10

- 11 Councilmember Leventhal,
- Did you have a attorney representing you in this transaction with the Butlers?

13

- 14 Pastor Ron Libby,
- 15 Yes, we did.

16

- 17 Councilmember Leventhal,
- 18 I mean this land was not eligible automatically for a water and sewer hookup.

19

- 20 Pastor Ron Libby,
- No, I understood that, I understand that. I understand it was not automatic.

22

- 23 Councilmember Leventhal,
- 24 So you knew there was an element of risk involved in selling the land that you occupy
- 25 now.

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- 27 Pastor Ron Libby,
- Yes, it seemed to be -- at least my understanding at the time that it -- even though there
- was a process there was friendliness toward it and that I didn't really perceive there
- would be a problem.

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- 32 Councilmember Leventhal,
- 33 See, I mean, I've been citing three churches as examples of why the concern has been
- raised about very, very large institutions locating in the RDT zone that all came at once.
- And those three were Seneca Creek Community Church, Bethel World Outreach
- Church and Derwood Bible Church. Now I should have been citing four because the
- 37 Christian Life Center also -- you're on Darnestown Road?

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- 39 Pastor Ron Libby,
- 40 Yes.

- 42 Councilmember Leventhal.
- Yeah, so I have driven past your church now. I mean -- I mean only respect to you,
- Pastor, but it's big. It's real big and so we're seeing a lot of these very large institutions

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1 all at once moving into this very, very special, very protected area. And that's what gave 2 rise to the Planning Board's concern and that's what gave rise to the Council's concern. 3 4 Pastor Ron Libby, 5 I'm all pretty much [okay] on that now, that's for sure. 6 7 Councilmember Leventhal, 8 Okay. Okay. All right. So, I mean -- again and again we're going to have to repeat this. 9 It's not out of lack of admiration for your ministry and belief that you're helping people and changing their lives for the better. But we have also made this commitment 25 10 years ago to this very special part of the County. And all at once all these really large 11 12 institutions wanted to there. That's what is giving rise to this new policy. So we hear you and appreciate your needs, I hope that you find a home for your church. 13 14 15 Pastor Ron Libby, Thank you. 16 17 18 Councilmember Leventhal. 19 But my vote is going to be to protect the Ag Reserve. 20 21 Pastor Ron Libby, I understand. 22 23 24 Councilmember Floreen. Okay, if there aren't any... 25 26 27 Pastor Ron Libby, 28 [INAUDIBLE] 29 30 Councilmember Floreen, 31 Thank you, Thank you, Reverend. 32 33 Pastor Ron Libby, 34 Thank you. 35 36 Councilmember Floreen. We wish the church good luck. If there are no more comments on this -- are there? I 37 can't -- I don't know if there are any lights. Next one is Bethel World Outreach Church. 38 39 You will all recall that this one has been waiting for some time. This was before us last year. And it was their application in particular and Seneca Creek that triggered the 40 initiation of the PIF Work Group work that has brought us to today. I'll just note that the 41 Seneca Creek Community Church application is they have -- they no longer have a 42

contract on their property and so the Committee recommendation on that because there

is no PIF applicant is to deny that one. For Bethel the recommendation of the



Committee is to approve it. Conditioned upon dedication of 9.6 acres or so of land that drains into the wild [INAUDIBLE] branch and conservation easement and they're agreement to total imperviousness of 25%. I believe that are some other -- isn't there an interest in retaining some amount of farming on the land as well, Ms. [Sears]? We don't have that as part of their commitment but we were told that previously.

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Keith Levchenko,

Yeah, we did get correspondence from them on that. That was not discussed at the Committee, but we subsequently received that. The note I have indicates that they welcome the possibility of putting back into farming up to 75 acres of this property.

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17 18 Councilmember Floreen,

So, that is the Committee recommendation for this one, if you look at the map -- let's see where it is. On Circle 53, to 54, you will see it's just right down the street from the Catholic property and cemetery and it appeared to us to be an appropriate lost opportunity for a church in the -- to be served by water and sewer in the RDT zone. I cannot remember at this point whether or not they could be serviced by a septic system. But certainly not at this size. But that's the Committee recommendation. It's across the street and adjacent to current residentially approved development.

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Councilmember Leventhal, Oh, I'm sorry. Mr. Andrews.

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Councilmember Andrews,

Thank you. While I have got the floor I wanted to be recorded as voting against item four. I agree with Council staff and the Planning Board on that item as well, which was the Church of the Redeemer. My understanding on the Bethel World Outreach Church, my understanding is that the Committee wrestled with this issue and I can understand that. The Committee was split on its vote recommending 2-1 for it. I've thought about this quite a bit and I can't support grandfathering approving water and sewer for this property. I think that the -- while the arguments are understandable, the arguments for denying are compelling. I note in the staff packet that the -- while multiple public hearings it indicates and in written testimony correspondence the Council has heard about how the new facility will benefit the conjugation and the community at large. The Council has also heard from environmental and citizens' groups as well as individuals concerned about the inconsistency of this use in the rural zones and in the RDT zone. In particular -- and the negative land use impacts of this and other developments. It goes on to note that the Planning Board recommended denial for this request given the property's location in the RDT zone, where public water and sewer service are not recommended in the master plan. I think while this is a tough case because of the timing of the application, it is really the tough cases that make or break a policy, not the easy ones. And I think that the -- the interest that has to prevail here is in protecting the Agriculture Reserve for its intended use. and that argues for denying the application for water and sewer. And so I'll make that motion.



12 Unidentified,3 Second.

4 5

Council President Perez,

6 Okay. Moved and seconded. Mr. Leventhal.

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Councilmember Leventhal,

I said in Committee, and I'm going to say again now, this is as hard of a vote as has come before me in my time as a elected official. I think the church makes a strong case and I know that and I've certainly heard from many of the congregants, and I know that it's a vital part of the lives of thousands of my constituents. So, it's with great regret I'm going to vote for this motion made by Mr. Andrews. I think all of us promised that we would protect the Agricultural Reserve. It's not a simple concept to understand, it is something that the public doesn't entirely understand. I live down in Takoma Park. I'm about as urbanized as you get. My neighbors don't -- many of them don't know that we have set aside a third of the County from development. Often my neighbors say to me, "You know what we ought to do is we ought to do what Portland did. We got too much development in the County and we ought to draw a line around the developed part of the County and just stop it there and not let the development go any further." And I have to say, "Well, actually, yeah, we did that 25 years ago. That's precisely what we did. We did it before Portland did it. And we are a national model. We've won awards for farmland preservation. It is under challenge. It will always be under challenge. I can't think of a more meritorious use than that use that the church would like to place at the corner of Brink and Wild Cat Roads, but I do know that as long as I serve on the Council there will be other meritorious proposals that are not in keeping with the agricultural and open space purposes of the RDT zone. I truly hope that Bethel World Outreach Church can find a home. And I will do whatever I can do to assist in identifying a parcel that is developable. I don't take that lightly. I will work with the church any way that I can. But we made a promise to keep the RDT zone rural, and despite the offer, which I take very well, to farm a significant portion of the land, the scope of the development proposed by the church is not rural and I have to vote for the motion with great regret.

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Council President Perez,

35 Mr. Knapp.

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Councilmember Knapp,

Thank you, Mr. President. I echo many of the sentiments that Mr. Leventhal just made. I have in opportunity and occasion to meet with many of the representatives with Bethel. I

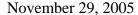
40 have made a commitment to work with all of the religious community to try to address

41 the challenges and needs that they have as they grow in their congregations grow. I

42 think it's unfortunate because I think the more ad hoc approach that the Council has

taken in the past to reviewing PIF applications, has lead to, first of all a number of

deferrals, which I don't believe is fair and I don't believe is right, and unfortunately





1 Bethel has been hanging out there for a long time in the wind that I don't think is 2 appropriate. And I think unfortunately that gives the sense of, well, this is not the case, 3 but kind of making things up as you go. I don't believe it's the case but I see how people in the audience could reach that kind of a conclusion. I think it's important that we -- we 4 5 have to draw lines in order to protect those things that are important. I know there are 6 those out there that say, "Well, why is the line on this side of the Brink road, versus is 7 the other side of Brink Road?" Isn't that relatively arbitrary? I can see how people could 8 reach that conclusion but the reality is we have made a commitment to the Ag Reserve, 9 it happened 25 years ago, and we continue to reaffirm that commitment. As Mr. Andrews said it's the difficult choices that make this and reaffirm that policy. I believe, as 10 I stated in my comments earlier, that we can do two things. That this is not a either or 11 12 situation of we are either for PIFs or we are for the Ag Reserve. I believe that we can realistically and legitimately be for both and we need to do that. Unfortunately in the 13 14 past we haven't necessarily put together a policy that is necessarily as affirmative to 15 religious organizations and Private Institutional Facilities as I think we need to be so that we don't create the tension that we have. Unfortunately Bethel has kind of become 16 ground zero nor this debate for this discussion at this time. I feel badly about that. I have 17 18 made a commitment to work with Bethel and to work with other institutions to make sure 19 they can grow and expand. In fact, I have a map that I just received earlier today of 20 other parcels that may actually be suitable types of parcels that we can look at. We've 21 talked about economic incentives. A variety of things that we can explore and I think that we need to do that, but I think to establish another precedent that has us nibbling 22 23 away at the edges of the Agricultural Reserve is a road that we can't and shouldn't go 24 down. And if we do that now we'll only find more and more ways to do that in the future, because the pressure will only continue to increase. So I think we need to, as I have 25 said many times, reaffirm our commitment to Ag Reserve and agricultural policy, while 26 27 at the same time create an affirmative policy for how we're going to work with our religious institutions and Private Institutional Facilities so they can grow and expand to 28 29 meet the challenges that they're confronting as well. And I think we need to do that and 30 we need to do it as quickly as we possibly can. So with that I will be supportive of Mr. Andrews' motion. 31

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Council President Perez,

What is the Planning Board's position on this?

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Derick Berlage,

This property is located in the RDT zone. The Planning Board has an almost perfect record of not recommending sewer extensions in the RDT zone. We believe that is a fundamental threat to the Agricultural Reserve not only with respect to the particular property, but the prospect that once the sewer is in the ground there is no way to guarantee it may not some day be extended further. So our position on this particular application is opposition because it's the RDT zone.

42 43 44

Council President Perez,



Okay. All right, I had a different position and I certainly respect the views of my colleagues. And part of my position as I reviewed the equities of this was they had spent a lot of time with people that worked for County government. And maybe they -- there is a line from "Animal House" that is coming to mind, which I won't repeat because we may have children watching. If we do we need to get them to turn the channel.

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Councilmember Floreen, They should be in school.

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10 Unidentified,

11 [laughter]

12 13

Councilmember Silverman,

At least there's no cereal marketing on the channel.

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38 39 Council President Perez,

And -- and I guess as I reviewed all of the equities I started with that. That they met someone who worked for County government, and helped them identify this property. And I believe led them to believe that the -- the necessary approvals could be attained and if I had been in that person's shoes I would not have done that. And I wish that that person had not done that but it was done. I feel rather accountable even though I wasn't responsible for those actions. And -- and that was for me a fairly significant factor. They have addressed a number of the issues relating to environmental and agricultural concerns. I believe we discussed placing an easement on ten acres of the land that drains into the Wild Cat Branch. Maintaining at least 25 acres or 24 acres of trees on the property. A cap of impervious surface cap of 25%. Making use of I forgot how many acres the property is, but 75 of the acres would be actually put into farming. Having been to the congregation I know that many of the people in their countries of origin were farmers, so it presented a rather, I think elegant opportunity, to allow people to go back to their roots. And based on all of those considerations and the amount of time, this --Bethel was the church that was -- when -- when the bar went down, there is always somebody if you're coming to the train tracks that is at the front of the line at those train tracks when that train bar goes down and Bethel was that person. As I understand our conversations with relating to water and sewer hookup and the grandfathering, the universe of churches seeking water and sewer hookup in the RDT zone to be grandfathered pursuant to the very tough policy -- appropriately tough policy we have just enacted. I believe the universe is one. Which is -- although, well we have rejected the other one that was the Butler property. And so the only one left -- maybe I should frame it that way -- is Bethel. So, the issue of floodgates is if one church is a floodgate then we have a floodgate problem, but those were the issues that motivated me to vote as I voted and I will continue to do so. Mr. Silverman.

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Councilmember Silverman,



Thank you, Mr. President. I think I share Mr. Leventhal's comment that this is probably 1 2 one of the hardest votes I've had in 7 years of Council. We closed the door an hour ago 3 in terms of the future. The question is what do we do with what we have in front of us. 4 The problem with the policy that we had before was it was ad hoc, but as a practical 5 matter when the Council consistently votes for things it does give people the impression 6 this is not going to be much of a problem. I share Mr. Perez's comments about references that people have made and conversations that undoubtedly took place about 7 8 the likelihood of something getting enacted. But, the definition of an ad hoc policy 9 means that the Council reserves the right to say no. It doesn't mean that there is a presumption of a yes. And as I said earlier this morning, in support of the broad policy 10 with regard to the Ag Reserve, we need to do everything we can to protect the Ag 11 Reserve. And there is a big county out there that is not the RDT zone. My position is to 12 continue to draw the line where the Ag Reserve is but to provide maximum flexibility in 13 14 the rest of this County for Private Institutional Facilities. And that's going to be my 15 consistent vote through the rest of our deliberations on our overall policy, so that there are opportunities for Bethel or Christian Life Center or other institutions or schools, 16 because we never seem to talk about the schools but they're all part of our PIF policy 17 18 that there is a opportunity for them to locate in other places in this County. And I will 19 continue to strive to reach that effort. Which again is a place where I'm going to part 20 company from the Planning Board in terms of their recommendations outside of the 21 RDT zone but that's where I am. And I think it's, an unfortunate set of circumstances but I think it's important for us to draw this line. 22

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Councilmember Floreen,

Let me -- I don't know if there is anybody else.

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Council President Perez.

No, you can have the last word.

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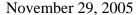
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#### Councilmember Floreen

What we told Bethel last year is that we would get them an answer on this. and we apologize for taking this long to come to resolution. I know the church community has followed this issue with great attention, great interest as has the rest of the community. The issue -- I'll just, remind us all, this is what we're doing today is ending a 30-year policy of looking at these things on a case by case basis. And I don't know how long the Council has approved the extensions necessary to support the faith communities or private institutions of some sort or daycare centers or elderly facilities or what not, community service kinds of activities in the RDT. I don't know how long that's been going on. I'm told it's been a relatively consistent pattern consistent with the idea of making sure that these kinds of uses did not intrude significantly on the RDT zone. That has been our priority. But to find a balance. So the challenge is, in looking at the percentages as we were told during the public hearings and as the workgroup indicated, the challenge is what point of .7% of the Ag Reserve would be threatened by allowing one church who had relied upon a consistent pattern by this Council to proceed. And





1 the best that can be said is that we told you that we would offer you an answer. I think 2 it's pretty evident what that is going to be. But the real commitment to the Ag Reserve is 3 forward thinking and there unfortunately are a few bodies that fall by the wayside and 4 this is going to be one of them.

5 6

- Council President Perez,
- 7 Okay, there are no other lights. Motion has been made and seconded to deny the 8 applicant. All of those in favor? Mr. Knapp, Mr. Andrews, Ms. Praisner, Mr. Leventhal, 9 Mr. Silverman, Mr. Denis. Opposed? Ms. Floreen and myself. 6-2.

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- 11 Councilmember Floreen,
- 12 Okay...

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- 14 Council President Perez,
- 15 Next, number seven.

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- Councilmember Floreen, 17
- 18 Next one, as I said earlier, Seneca Creek lost it's contract on the property when this PIF 19 analysis was begun last year and as a result there is no applicant for that application 20 and the Committee recommends denial as a result. Moving right along.

21 22

- Council President Perez.
- I'll tell you if there is any lights on anything, and if you hear nothing...

23 24

- 25 Councilmember Floreen,
- Let me know. The rest of them are pretty straight forward. Number eight is Spencerville 26 27 Seventh Day Adventist Church. The recommendation of the -- they are not on a failing septic system although they had concerns about it. And as a result, the Committee was 28 29 not persuaded that this should be served by public water and sewer, and the Committee 30 recommendation is to deny their application. Next one is the [Furman] property. An interesting situation indeed, if you look at the map on page 61 and 62. Bisected --31 affected by the relocation of route 29. This one did not have an actual proposed user. 32 33 There is no clear proposal for the applicant and consequently the Committee 34 recommends denial for this one. The following one is the other side of the property. Also affected by the relocation of Route 29. The Committee recommends deferral on this 35 one. This is an application that is contemplating a special exception and our preliminary 37 plan. And while this has not been resolved at the regulatory level we thought it
- 36
- 38 appropriate because it was a concept for this to allow it to be deferred. And then finally,
- 39 just for informational purposes, there is a application associated with the Clarksburg
- development outside of the Town Center property, RDT zoning. They have been 40
- approved for a single hookup for the property consistent with the County abutting mains 41
- policy and there is no PIF applicant and so the Committee -- there is no action required 42 43 by any of us.





Councilmember Praisner,
 [INAUDIBLE] I'm sorry.

3 4

- Council President Perez,
- 5 Yes.

6

- 7 Councilmember Praisner,
- 8 I'm sorry, we were having a rude conversation. I wanted to talk about Item Number 10
- 9 which is your recommended deferral. Whether it's deferral or denial I want to make sure
- that the record is clear, that the Council is not taking any position on the special
- exception. Because you don't want to influence the Board of Appeals in any way since
- there is no special, I'm not sure the status of the special exception but I wanted to make
- clear that our actions have nothing, are not to affect the special exceptions. My personal
- opinion or position would be with the Planning Board's recommended denial. But
- deferral gets you in the same place as long as the deferral is clear that we're not
- supporting the special exception.

17

- 18 Councilmember Floreen.
- No, we hasn't taken a position on it. With that, Mr. President, that's the collection of the
- 20 Committee's recommendations. Okay. Within -- really, I don't know, we had the vote on
- 21 Bethel and Mr. Andrews registered...

22

- 23 Council President Perez.
- 24 Ms. Praisner.

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- 26 Councilmember Floreen.
- 27 ...and, Ms. Praisner, did you vote in opposition to Church of the Redeemer?

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- 29 Councilmember Praisner,
- 30 I voted the same as Mr. Knapp on that.

31

- 32 Councilmember Floreen,
- 33 On Church of the Redeemer? Okay. But not -- Okay, so otherwise, that is the
- 34 Committee recommendation as amended.

35

- 36 Council President Perez.
- Okay, there was some ambiguity that was expressed about when we had voted on the
- policy relating to no water and sewer hookup. And why don't we for sake of the record
- it's been moved and seconded -- the Committee recommendation -- so all of those in
- 40 favor signify by raising their hand.

- 42 Keith Levchenko,
- Just one point of clarification. The original as drafted by staff it included the November
- 44 29 date In order to give you the case by case review that you wanted to do. Since



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44

Councilmember Floreen,

I'm make a motion with the Committee recommendation.

1 Bethel was not approved that language is no longer necessary, so we can strike that 2 language so it's a straight... 3 4 Council President Perez, 5 It is superfluous, and not only that, it's not necessary. 6 7 Councilmember Leventhal, 8 And it's redundant. 9 10 Council President Perez. And it's redundant, Mr. Denis. 11 12 13 Councilmember Denis, 14 This may have been... 15 16 Council President Perez, All those in favor of that as amended by Mr. Levchenko? 17 18 19 Councilmember Denis, 20 This maybe [surplusive], but I just want to make sure I was temporarily out of the room 21 when number 5 was voted on, the Land Barons. 22 23 Councilmember Floreen, 24 We're coming up to that. 25 Councilmember Denis. 26 27 I would like to be recorded. 28 29 Council President Perez, 30 Okay. 31 32 Councilmember Denis, 33 In favor of denial. 34 35 Councilmember Floreen, Okay, well, that was Committee's recommendation. So we have a, well for the items on 36 37 number 6 we have the Committee recommendation that's been amended by specific votes. Why we don't we have a vote on the whole package. 38 39 40 Council President Perez. On the whole package as -- with the appropriate caveats noted. 41 42



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Council President Perez,

Okay, and again we all know what our individual votes were on the individual things so this vote does not in any way effect what we did on that. All those in favor. it is unanimous among those present. And I think that takes us through water and sewer. I'm told Alan is going to stick around for the discussion of predatory lending and lending discrimination.

7

8

9 Multiple Speakers,

10 [laughter]

11

12 Council President Perez.

I want to thank George Lechleiter for agreeing to stick around. 13

14

15 Councilmember Denis,

And have I got a deal for you. 16

17

18 Council President Perez.

And we will reconvene at 2:00. That's the time we told people. 19

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21 [no audio]

22 [music]

23 24

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Council President Perez.

...someone from the Executive Branch. You know, obviously -- my recollection was it Woody Allen who said 90% of the game is just showing up. Somebody didn't go to that movie. Ms. Praisner wanted to make an initial remark.

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Councilmember Praisner,

I thank you, I wanted to make a comment of personal privilege. I want to be careful as we are serious about the absence of a executive presence at the table. I have a very good friend whose name was used this morning because obviously she heads the Department of Human Rights and I've known Odessa Shannon since the mid-'70s and worked with her obviously on education issues, and on the Board of Education. And she is a very good friend and she has held very important positions in the federal government as well as for the County government. And Odessa has a strong sense of responsibility and a tremendous work ethic. If she's not here, it's not because Odessa Shannon does not want to be here. I think the question is where is the County Executive position on this legislation? And I want to be careful that my friend whom I would stand with any day on any issue, is not maligned in this process. The office is one that she holds very dear and that she takes with a strong sense of responsibility. I have not made these comments lightly. But I'm concerned about a suggestion that Ms. Shannon is not here because Ms. Shannon -- or an inference or implication that might come out

from any of this conversation that Ms. Shannon is not here and that is a lack of



responsibility because I don't know. And I've known Odessa for so long. The sense of responsibility is very strong for that woman. So if she is not here I guess I have to ask why, and I have to ask where the County Executive is on this issue. So thank you for that opportunity, Mr. Perez.

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Council President Perez,

No, I couldn't agree more. And it's important to point out at the outset what this is about and what this is not about. The discussion we're having here today. This is not about Odessa Shannon. She is, as you point out, a person of impeccable integrity. The Office for Human Rights has participated in every work session we had. She had health issues, she -- she I think was unable to be at one or two of them but there was always a representative there. And even when she was a little under the weather she was there. And so what is abundantly clear to me is what this is not about today, it's not about Odessa and I do not -- that's an easy question to answer. Was this her idea not to come? Clearly it was not her idea. I was -- I have attempted to abide by oftentimes what I call the three Cs, or the four Cs of good government. One is common courtesy, and I think this Council has been a good body in terms of comity, i-t-y, perhaps not so much at times in terms of comedy, e-d-v, but I think we have been a courteous body to each other, and to people who come before us and to the Executive Branch, and frankly when somebody doesn't come it's a issue of common courtesy. I certainly didn't receive a call from Doug Duncan or Jerry Pasternak or David Weaver, or anyone, saying she wasn't going to show up, and I think that's discourteous, plain and simple. There is the issue of courage, another "C" which is sometimes you have disagreements about things and come on. Let's we had the disagreements at times in the Committee but we had those robust dialogs. Sometimes it was passionate. Sometimes I may have gotten too passionate. Sometimes we all get too passionate. For that I apologize but we had those discussions and I think that's a important element of a good back and forth is that you always show up and you have those discussions, even if you disagree with your friends in the banking industry or wherever. And the final issue is consistency. The main reason I wanted the Executive Branch here is because I don't quite know what their views are. Two days after this bill was introduced I was at a conference in Chevy Chase that Eric was at. It was a well attended conference and the featured speaker was Doug Duncan that announced his unequivocal support for this bill; no ifs, ands, or buts, no qualifications. Eric was there, I think you'll recall that, Eric. We then had a public hearing, mid-December, I believe, of last year. Didn't hear anything at that time about concerns regarding disparate impact, language, or other issues in the bill. We then go to Committee after a number of stakeholders have begun to weigh in. And we have a host of mixed signals that are sent. I will again direct my colleagues' attention to Circle 200. That was a proposal that was put together, not by Tom Perez, not by Dan Parr, not by Barbara Flack-Darko, or Rosa Garcia, that was a proposal on disparate impact put together by the Office for Human Rights, Michael Dennis. That was the position of the Office for Human Rights back in July when we met. And now I have a rather cryptic email sent to us 38 minutes ago, today, "Mr. Perez and Councilmembers, I apologize for not being available today. But I want to reiterate the Duncan Administration support for



- 1 Council efforts to end lending discrimination in Montgomery County. Montgomery
- 2 County does not condone predatory lending and I commend the Council for the
- 3 leadership -- leadership it has displayed in addressing this matter. When the bill was
- 4 first introduced the County Executive made clear that he supports the Council's efforts
- 5 to eliminate these discriminatory practices. My staff and I participated extensively in the
- 6 Committee work sessions" -- again, I agree with that -- "and provided technical
- 7 assistance and guidance." Again, i certainly agree with that. "Circle 200 being an
- 8 example of such guidance. The bill as introduced and amended each give me tools that
- 9 I need to address predatory lending. The Executive looks forward to receiving and
- 10 reviewing your final product. Odessa Shannon." Again reiterating Marilyn's very
- appropriate remarks, this is not Odessa Shannon, but if the Executive looks so forward
- to receiving and reviewing the final product I would think that somebody on their staff
- could have made time this afternoon to come over and have a debate, because I don't
- know what their position is at the moment on the issue of disparate impact. We had
- something on July 30th. I think there is now a e-mail from Jerry Pasternak saying "We
- support the Committee's version of the bill. I expect a memo saying that will be sent to
- the Council..." This was dated Thursday November 17th. I have not received a memo
- 18 from Jerry Pasternak, has any... Mr. Lacefield have you received a memo from Jerry
- 19 Pasternak? "We support the Committee's version of the bill. I expect a memo to that
- 20 effect will be sent to the Council."!

22 Mr. Lakefield

I received one from [INAUDIBLE]

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Council President Perez,

That's the memo from Odessa Shannon. I guess this constitutes that memo sent at 1:43 on Tuesday, November 29th, 2005. The three paragraph memo stating what their position is on this bill that addresses a critical issue involving the affordable housing crisis in this County and it's adverse impact on certain communities. Again, let me take you back to the photo. This morning, this is high minority tracks in Montgomery County to my left. To my right is where you have disproportionate numbers of subprime loans, and I would respectfully submit -- What is this area, by the way, Marilyn? Is that Olney?

32 33 34

Councilmember Praisner,

No, that's Damascus.

3637

Council President Perez,

- Okay, with the notable exception of Damascus we appear to have a photo that fits like a
- 39 glove. Where you have high concentration of minorities in Montgomery County you
- 40 have high concentrations of subprime loans. Let me reiterate my disclaimer that I
- reiterate every time I say that. Not all subprime loans are predatory or discriminatory,
- 42 but regrettably discriminatory -- regrettably predatory lenders and other lenders
- engaged in discrimination have found a beachhead in the subprime market. And I can
- cite 88 different studies that time and time again demonstrate that. That's why this is an



1 issue of such importance and putting aside the issues of courtesy to the Council. The 2 concern I have as we begin is what sort of message does it send to the community? 3 The goal of this initiative is to give the tools to the Office for Human Rights so that it can 4 do a better job of attacking an issue that we all unanimous agree is an issue of public 5 concern. We're trying to send a message to the community about that. And yet, we can't 6 have a conversation with a live body from the affected agency. And again, I'll reiterate 7 my disclaimer it wasn't Odessa Shannon's doing, but its really hard if you're going to a 8 fair housing group in Montgomery County to say we want you to do business with 9 Montgomery County. It they're watching today, the silence is deafening from that side of the table. The absence is noteworthy. And it's really hard when you're trying to build that 10 third leg of the civil rights enforcement stool. The leg -- the federal leg and the State leg 11 are very rickety because these administrations don't give a darn about civil rights. And 12 so we need to build up the local leg of that stool. And we need to send a message that 13 14 we want to be a player. I know Odessa Shannon wants to be a player and I think Doug 15 Duncan wants to be a player. But these actions belie the assertions. That's why the absence is beyond a discourtesy to the Council it does harm to the efforts that George 16 17 Leventhal and Steve Silverman and myself and everybody who has been involved in 18 this bill it really does a disservice to those efforts to make our County government and our County Office For Human Rights and our County Office of Consumer Affairs -- it 19 20 does a real disservice to our efforts to become a real player, because at the moment I 21 think we would agree we're not a player. That is to say County government. We're not a player in the battle against lending discrimination. We want to become a player. We 22 23 want to say to the public our door is open. Our statutory tools are strong. And we want 24 to be there for you. We care about you. That's the message we want to send. I'm fearful that we're not -- we're sending at a minimum some mixed messages this afternoon. And 25 that's regrettable. Regardless of what we do. So, we'll move forward. I'm not going to sit 26 27 here and wait for someone in the Executive Branch. I actually took a look at our at our County charter and there is a provision in the charter that -- I think it's 209, which talks 28 29 about the County Executive shall provide Council with any information can concerning 30 the Executive Branch that the Council may require for the exercise of its powers. That's section 209 of the charter. I'm not going to sit here any longer and attempt to get 31 information from an Executive Branch that appears to be unwilling to clarify its positions. 32 33 We'll just move forward. And see where we can go. So let's start out with the easy stuff. 34 Mr. Leventhal, there were a number of I think technical...

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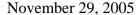
36 Councilmember Leventhal,37 Yeah, I gave it to you.

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Council President Perez,That's always trouble.

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42 Councilmember Praisner,43 [laughter]



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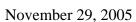
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Councilmember Praisner.

[INAUDIBLE]



1 Councilmember Leventhal. 2 I assume this is all right. We have an amendment. This is a complex bill and there were 3 a number of references to different actors in the lending process that unintentionally excluded other actors and this should not be controversial. As currently drafted 4 5 Subsection C does not include mortgage bankers. To be consistent with the other provisions of the law this section should be amended to include -- and to replace the 6 word "mortgage broker" with the word "person." So, that Subsection C would now read 7 8 "Provides compensation paid directly or indirectly to a person from any source." Rather 9 than "a mortgage broker." What line of the bill? Sonya, help me find this on the bill, will 10 you? 11 12 Sonya Healy, It's on 200... 13 14 15 Councilmember Leventhal, Line 200 of the bill. 16 17 18 Sonya Healy, ...Circle 9. 19 20 21 Councilmember Praisner, 22 Way back there. 23 24 Council President Perez, Circle 9! 25 26 27 Unidentified. 28 Can we have a copy of the [INAUDIBLE]? 29 30 Councilmember Leventhal, We can certainly have it circulated. It looks like our excellent staff does indeed have it 31 32 ready, at hand. 33 34 Councilmember Praisner. Just strike "broker" and put "person"? 35 36 37 Councilmember Leventhal, On 200 of the bill, Circle 9, where it says "Provides compensation paid directly or 38 indirectly to a mortgage broker from any source..." The new language would be 39 "Provides compensation paid directly or indirectly to a person from any source."! 40 41





- 1 Councilmember Leventhal.
- 2 This should not be controversial.

- Council President Perez,
- 5 No. I think it's -- I think it makes it a little better.

6 7

- Councilmember Leventhal,
- 8 Okay. Okay.

9

- 10 Council President Perez.
- I appreciate Mr. [Levitan]. I thought I saw him here somewhere. There he is. Thank you 11
- 12 for your input. Without objection it will be, so noted.

13

- 14 Councilmember Leventhal,
- 15 Okay, I also need to make a statement for the record, as follows the provisions in
- Section 27 -- and I will give it this to the clerk for the record and Sonya just distributed it. 16
- The provisions in sections 27-12, Paragraph C Subsections 1 and 2 are not violations of 17
- 18 the law, if a person is not engaged in these behaviors. Those behaviors being steering.
- implementing excessive points or fees, or providing compensation to a person based on 19
- 20 one of the classifications line 170 through 173. That's just a statement for the record
- 21 that the clerk has. Thank you, Mr. President.

22

- 23 Council President Perez.
- 24 Okay. Were there any other amendments of that variety?

25

- Councilmember Leventhal. 26
- 27 I don't think so.

- 29 Council President Perez,
- 30 Okay great. Circle, I'm sorry, agenda -- Agenda Item Four, Addendum, is the testimony
- that was received in December of 2004. And I think it's useful to give a little bit of 31
- 32 refresher course because noting what the bill was, what the concerns were raised. And
- 33 what the bill currently is I think it's very important to understand that. If you were to look
- 34 under the initial -- the items in the Addendum Agenda Item Four, that was the initially
- set of concerns that were raised by people in the banking industry -- I will note, I saw 35
- 36
- Meredith here before, the realtors testified in support of the bill. A number of people in
- 37 the faith community, nonprofit community, et cetera, testified in favor of the bill. I'm -- I
- still recall the testimony I read from one of the publications from the industry which I 38
- 39 don't have at my finger tips. Someone who was a -- obviously not speaking for the
- 40 industry, because she said it was a good bill. And -- and so, we had those issues but
- the concerns that were raised early on, number one was the concerns about what was 41
- 42 noted as C1 in the original bill. And let me take us to those areas, Page -- Circles 8 and
- 43 9. There were a number of concerns raised about the use of language such as "tangible
- net benefit," words that were considered predatory lending words. The reason I bring 44



1 this up is if you look at the bill that we unanimously -- or the amendments that we 2 unanimously adopted as a Committee, we affectively took the advice of the banking 3 industry. They wanted those removed and we unanimously acceded to those requests. 4 There was the second issue which was raised and I invite anybody to look at Addendum 5 Four because you will see the other issue raised was the issue of whether or not the --6 there needed to be a damages cap. And we had a discussion, if I recall correctly, about 7 whether we needed to have a damages cap. Our goal in introducing the bill was to 8 establish parallel structure between local law and federal law. Nothing more, but nothing 9 less. And under federal law a person who is a victim of lending discrimination is eligible to get actual damages. Those are not my words those are the words of the federal 10 provisions. There's no cap there, it doesn't say "actual damages of \$200,000" or 11 \$500,000 or whatever, it just says "actual damages." The Committee -- again the 12 bankers raised a concern and our County Council Attorney and the County Attorney 13 14 agreed that if we didn't have a cap on that issue of damages, that we might subject 15 ourselves to legal trouble, should this statute be challenged. So I -- I don't necessarily agree with that, I actually think there are a number of legal opinions out there to the 16 contrary. But I voted 3-0, I voted with the majority to establish a cap of \$500,000, which 17 18 I will readily concede as certainly more than -- it's exponentially more than the \$5,000 19 cap, which was a joke. But again, an illustration of we had some legal advice of our 20 County Attorneys an the Committee unanimously agreed to accept that. Those were the 21 issues. If you look in Addendum Four, Agenda Item Four, look for issues regarding the discussion of the issue of disparate impact. I don't think you will find it. Those weren't 22 23 raised in December. Once the industry got the revisions on C-1. We got the cap. Then 24 the next issue that they then moved onto was the issue of when we should codify the disparate impact standard. Mr. Silverman asked a very good question. We had an entire 25 session on this in the Committee. And his simple question was what is the law 26 27 currently? Do we currently have the authority under applicable law to proceed under a disparate impact theory? Because we will all agree that the language is not in the 28 29 statute. Our bill, Mr. Subin, Ms. Floreen, and I, our bill codified it. And we codified it 30 because we believed we need a civil rights insurance policy. The feds and the State -the debate about Samuel Alito is the debate about a lot of things including, but not 31 32 limited, to civil rights, and whether this country will move forward or backward on civil 33 rights. And so we spent a whole session and we got some advice from Mr. Hansen -- or actually Mr. Royalty, and we got some advice from our very able County Council 34 attorneys and the question presented again was, do we have that authority currently? 35 36 The answer from our very able County Attorney: yes, we do have that authority 37 implicitly, the case law gives us that authority. The answer from Mike Faden, Sonya, we currently do have that authority. The answer from a number of people in the fair housing 38 39 community who litigate these issues all of the time. We do have that authority and a 40 string site of cases from nine different courts of appeal affirming that we have that authority. Which raises a fair question. If we have this authority why do we need to 41 42 codify it? As I said this morning, that answer was frankly -- and I appreciate the candor 43 and the ethical candor of the banking industry on this issue, because they could have gone along with us. And if they had just gone along and said, "Well, we agree with 44



1 them," well then perhaps there would have been a legitimate question about why do we 2 need it? Why do we need a belt and suspenders, why do we need a civil rights

3 insurance policy? But they were truthful, and their answer was, "We disagree with Cliff

4 Royalty, we disagree with Mark Hansen, we disagree with -- with Sonya [Boeing], and 5 we disagree...

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Councilmember Praisner,

Healy. Healy.

8 9

10 Council President Perez,

No, Healy. Sorry, I was looking at Sonja [Boeing] a little while --they disagree with Sonja 11 [Boeing] too, I know it. I know she did. She said something they disagree with. 12

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[laughter]

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Council President Perez,

And they disagree with Mike Faden. "We see no such issue, we see no implicit right. 17

And, in fact, if you pass this law, we're going to fight you and take you to the Court of

Appeals." So the most compelling answer to the "Why is this necessary" question, was

this provided by the attorneys for the bankers. This is necessary because they're going

to fight us tooth and nail as we attempt to put in place, a explicit scheme and as people

know who litigate cases before Courts of Appeals and trial courts, the first thing a court

will look at in answering the question is there a cause of action for disparate impact in

24 lending discrimination. The first thing you do -- it's Statutory Construction 101, look at

the plain language of the statute. The plain language of the County Human Rights 25

Ordinance is silent on this issue. There is an effort a foot and it began in the mid-'90s 26 27

and it was lead by the banking industry -- and I don't begrudge them -- I sat in meetings

with Janet Reno where she looked folks in the eye and said, "Sorry, disparate impact is

29 the law of the land and that's what we're going to be doing, that's how we're going to be

30 applying the law." We think you're wrong on that and that's what she said. There has been an effort afoot to change that. The battle over Samuel Alito is the battle over civil 31

rights. That's why it's very important to build redundancy into antidiscrimination efforts. 32

33 By redundancy I mean, we have a federal system that we don't control. It's the Bush

34 administration. We have a State system that we don't control. The Ehrlich

Administration. And so we need redundancy. We need the ability at the County level to 35

36 do these things because if, God forbid, if we end up with case law that reverses the rule

37 that you can bring a disparate impact case we're in trouble. Unless of course, we write it

38 into the law. And so, I asked the legal question, of people like Cliff Royalty, and Mike

39 Faden, and Sonya Healy -- and I may have asked Sonja Boeing when I walked out of

the room I don't recall -- I asked them, "In your legal opinion, would it be useful because 40

Cliff Royalty in his opinion, on Circle 102 [ad sec] noted it was currently redundant and 41

the question presented was, as a legal matter, are you better off if the bankers do what 42 43 they have promised to do. Are you better off with something explicitly written into the

law? Or are you better off with it silent? I believe Mr. Faden's answer was it saves us a 44



trip to the Court of Appeals. Let me stop for a moment, Mr. Faden, am I getting your -- did I misstate your recollection?

3 4

- Mike Faden,
- 5 That's right.

6 7

- Council President Perez,
- 8 Okay, and I believe, and it wasn't Cliff who was there that day it was Nancy Appel, I
- 9 asked the same question of her. She may be over at the Executive Branch today, as
- well. I appreciate, Mark, you were able to make it over here, we always value your
- presence -- She gave the same answer. That it would be useful to have. And the caveat
- that was in your opinion of Cliff Royalty's and it's a fair point was that if we're going to do
- this, that is to say codify disparate impact do we then have a doctrine of unintended
- consequences, where by we are, by implication, saying in other context, like
- employment, where you have a human rights ordinance, are we implicitly saying that we
- don't have that cause of action. And again, our very able staff drafted on pages -- on
- page 8, some language that addresses that. Because, in the end, it's a very fair point.
- And it's very easily addressed through some wordsmithing. And the wordsmithing was...
- 19 "Nothing in section 27-12 effects or limits the types of claims that people may make, or
- the theories of liability that a person may pursue in any complaint or filing before the
- commission, the Office of Human Rights, or any other agency or court which arises
- 22 under any other provision of chapter 27." The addition of the discriminatory effects
- provision in 27-12 C3 is not intended to indicate that a disparate impact claim is not
- cognizable under any other provision of Chapter 27. Let me go for a moment to what
- our friend Odessa wrote. Unfortunately she's not here, and again, through no fault of her
- own. Her position today, or as of November 21st...

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- 28 Councilmember Leventhal,
- 29 [sneezing]

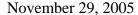
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- 31 Council President Perez,
- 32 Bless you, George.

33

- 34 Councilmember Leventhal,
- 35 Thank you.

- 37 Council President Perez,
- You're quite welcome. in other words, if in the future we use disparate impact in an
- 39 employment case -- which we do very often; or in a rental case -- which we do very
- often; or in a public accommodation case -- which we do very often -- we will be
- 41 challenged because the law is silent in these areas -- attorneys will argue that because
- disparate impact is specifically spelled out under lending the intent is that it not be used
- in the other areas. This would hamper our ability to process cases using the appropriate
- 44 theory. We have that authority because it -- it is not spelled out anyplace in the law.





1 Again, if Odessa or someone from the Executive Branch were here, I would ask the 2 question, doesn't the language on page 8 address your concern? I believe our Council 3 Attorney said it does. I believe Nancy Appel opined that it does address that concern, 4 and I believe we had a discussion that in addition to this we could introduce another bill 5 that codified the standard in the other settings so that it's crystal, crystal clear. On this 6 issue the majority of the Committee did not take the advice of the attorneys. It instead agreed with the bankers that we don't need to codify disparate impact, and we don't 7 8 need to accept the language that Michael Dennis of the Office for Human Rights drafted 9 at Circle 200. The Committee majority decided that the position of the bankers was the correct position and it was unnecessary. I disagree, I disagree very strongly, and 10 frankly, we compromised and compromised and compromised on this bill. And, it was 11 my goal to make sure we put our best foot forward not simply a foot forward. We have 12 done a number of good things in this bill, but we could do better. We have a bill in 13 14 Maryland on predatory lending that is an average bill, it could be better. But because the 15 General Assembly is a much more conservative body it was the best they could get under the circumstances. I was hoping that we could do better than that here in the 16 17 County Council. I don't know the answer to the question, because I don't have someone 18 from the Executive Branch here to answer. But I guess, Marc, because you're the

closest thing to someone from the Executive Branch I will have to ask you the guestion.

I read from the most recent missive of Odessa Shannon about the issue of consistency.

and it was noted in your -- the memo written by Cliff Royalty which is at Circle 102 [ad sec] if we amended -- the issue there is consistency. Are you -- do you have their -- do

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25 Marc Hansen,26 Yes, I do.

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28 Council President Perez,

you have the packet, Marc?

Okay, if you turn to Circle 102. There's a second last full sentence of last full paragraph.

"Of course Chapter 27 could be amended to clarify that all forms of discrimination can
be proved through all forms of disparate impact." If that happens -- do you want me to
reread what Odessa said about her concerns, or did you get the gist of it?

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34 Marc Hansen,

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35 I think I -- I got the gist of it.

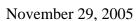
37 Council President Perez,38 If we amended the law to

If we amended the law to make clear that all forms of discrimination for which disparate impact is a cognizable theory could be pursued under the Human Rights Ordinance, would that address that concern?

41

42 Marc Hansen,

43 Mr. Perez, I can only speak for myself...





1 Council President Perez, 2 Legally? 3 4 Marc Hansen, 5 and I think Mr. Royalty as well, I think I signed this memo as well as Cliff did. 6 7 Council President Perez, 8 Yes, you did. 9 10 Marc Hansen. 11 I spoke with Cliff actually before I came over here. 12 13 Council President Perez, 14 He was tearing down a billboard somewhere. 15 16 Marc Hansen, 17 Very well may have been. Our view is that the safest thing to do, the best insurance that 18 you could buy if you were to move to codify disparate impact test, would be to do it by legislation that would apply to all of Chapter 27. That was our position in the memo and 19 20 that still remains our position. 21 22 Council President Perez. 23 And let me ask you a follow-up question. If we were to do that, would it make it easier for you to defend. We heard from the bankers that if -- if we enact this law, and an 24 action is brought they're going to challenge this law, and they're going to challenge 25 disparate impact. Is it harder or easier to defend when you have codified disparate 26 27 impact in Chapter 27 throughout? 28 29 Marc Hansen, 30 Well, to be perfectly candid, I think it would depend on what the actual codification said. 31 In other words whatever standard the statute adopted, there are, as you're aware, 32 various standards and various circuits as to what is disparate impact, and what sort of 33 defenses can be raised once disparate impact is first shone. 35 Council President Perez, Assuming that was the standard that has been applicable in this circuit. Would it be

34

- 36
- 37 harder or easier in your judgment to defend against a lawsuit challenging disparate
- 38 impact. Is it easier to have it in the plain language of the statute, or is it harder?

- 40 Marc Hansen.
- 41 Well, again the Fourth Circuit hasn't directly addressed the issue of disparate impact in
- 42 lending cases. They've done it in fair housing cases, and if you were to adopt the
- 43 identical standard. I think that's of some help, yes. Would it be absolutely -- you know,
- would the -- would nobody ever raise a challenge, no I wouldn't say that. 44



Council President Perez,

3 I'm not asking you whether it's going to stop someone from suing. I'm asking you does it 4 put you in a better position in the event that we have a challenge to the law? Or,

5 alternatively, that the banking industry lobby is successful in persuading a court to say.

6 "The heck with disparate impact, you're out of luck."!

7

8 Marc Hansen,

9 It certainly -- probably eliminates the first issue as to whether disparate impact is or is not implied into the statute. But then it will raise the issue as to when the standard we 10 11 adopted is the correct standard.

12 13

Council President Perez,

14 Of course. Okay, and of course then -- you didn't answer the second part of my question 15 ,which is if the, you know, if -- if -- I mean the Fourth Circuit is a horrible circuit for civil rights. Rule number one I teach my students at Maryland Law School is don't go into 16

federal court. The Medicaid case is a State constitutional claim, because you want to 17 18 stay the heck out of federal court if you're trying to vindicate civil rights. So my second

question is if you ended up with a hostile court decision then -- which says, "You can't 19

20 use disparate impact, it's no longer implied," but we have explicitly put it in our statute 21

would you agree that we're better off from the standpoint of protecting victims of

discrimination using that theory? 22

23

24 Marc Hansen.

25 In that legal issue, yes, you're better off having it in the statute. Okay. Do you agree Ms.

Sealy and Mr. Faden with Mr. Hansen's analysis? 26

27

28 Mike Faden.

29 Yes, we do.

30

31 Council President Perez,

You do, okay. Well, I'm -- I've -- I know Mr. Subin is -- I think he went to the interment, 32

33 which was --!

34

35 Councilmember Praisner,

36 No, he had something at court, I thought.

37

38 Council President Perez,

39 Okay, but I am more than willing -- so I think what I'm hearing you say is we can clear

40 this up by introducing a bill that addresses Chapter 27 across the board. That's how I

41 read your memo.

42

43 Marc Hansen,

44 That would be what we think is the best response to the legal issue we raised, yes.



Council President Perez,Okay, I want to ask you n

Okay, I want to ask you now, because I'm concerned when we take this bill up you might not be here.

- 6 Councilmember Praisner,
- 7 He's been reliable.

- 9 Council President Perez,
- 10 Pardon.

- 12 Councilmember Praisner,
- 13 He's been reliable.

- 15 Council President Perez,
- Well, so is Odessa. [laughter]

- 18 Councilmember Praisner,
- 19 No, but I mean having a County Attorney present at the Council meetings is...

- Council President Perez,
  - Okay. Well good. Well, then, I'll-- I'll be happy to do that. And we will -- I guess these are, you can consider this marching orders, Mr. Faden and Ms. Healy, if you could draft a bill that addresses the issues of disparate impact throughout Chapter 27, where it's applicable. I would like to try and introduce that before the end of the year. I think that would be a wonderful way to address the concerns. If Odessa Shannon or someone from the Executive Branch were here, I would ask them the question "Does this address your concerns?" I might get an e-mail soon or something from someone that, is regrettable. [beeping] There we go! No. So, we'll go with that. Mr. Leventhal.

- Councilmember Leventhal,
- Well, Mr. President, your analysis and colloquy here has dealt with the issue of when the disparate impact is going to be sustainable in a court challenge and we'll look forward to the results of the request that you've made of staff. There have been a number of issues raised about the effect -- the economic effect of what happens when lenders are under a standard that they don't feel provides them with due process, and they don't feel they have any adequate defense against and that they're subject to forces that are beyond their control. As a matter of fact going to my notes... in Brown versus Artery Organization, Inc. et al, the U.S. District Court for the District of Columbia found that when a private party is the defendant proof of discriminatory effect alone is not enough, and some proof of discriminatory intent must be shown before plaintiff can be found to have established a prima-facie case. Judge Harold Green in rejecting the disparate impact test for nongovernment defendants noted that the test would make

private defendants responsible for the consequences over which they have no control.



1 As a result of believing there is no due process and no ability to control the 2 circumstances under which they would be subject in a disparate impact situation 3 Councilmembers have before them material from Fannie Mae and Freddie Mac that suggest that loans that come under a disparate impact test would not be purchased in 4 5 the secondary market and Standard and Poor's has a list that have enacted very 6 restrictive statutes and have said that bonds for those notes are not ratable. I raise this 7 only to say that although you have made a good case that disparate impact is indeed in 8 use now and there is no indication that it is and we have -- back when we were in 9 communication with the Executive Branch we have documentation from the Office of Human Rights stating that disparate impact in use now. Codifying it may pose economic 10 issues that are not addressed in the colloquy that you have been engaging in. I hope 11 that the outcome here is where I think we're headed, which is that we will adopt the bill 12 that I think is a strong bill and I commend you for racing the issue that the HSS 13 14 Committee approved. I hope we can do it in the relatively near-term, it's been a long 15 day. And I appreciate your efforts on this issue and I appreciate the commitment you bring to this issue. I don't want to -- because I know you're very strong about the written 16 17 record and you've been very referred to it extensively here. I don't want to close today's 18 written record without at least pointing out that there are issues other than simply the issue of litigation, there are also issues about economic impact and that those will also 19 20 bear review at such time as the Council takes up revision -- an overall revision to 21 Chapter 27, which I look forward to entering into the conversation with you in the future.

2223 Council President Perez,

24 Mr. Silverman.

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Councilmember Silverman,

Thank you Mr. President. Just a couple of comments. It sounds like, based on what -and I gather we're going to have this discussion at another point next year, but what struck me about Mr. Hansen's comment was that while Mr. Faden did suggest during our Committee work sessions that we might save a trip to the Court of Appeals by codifying the standard of disparate impact in lending cases, That it sounds like based on what Mr. Hansen said we'll be going to the Court of Appeals anyway. The issue is not just is there a codification, the issue is what does it say. We're kidding ourselves if we think that -- if there hasn't been disparate impact lending cases brought in Montgomery County, when they do get brought, which I'm sure they will, which I'll get to in a minute under what we're about to pass today, I would suspect that there will be a trip to the Court of Appeals under any circumstances. And the reason why I think there will be a trip, and why I'm very proud that we're actually going to take a major step forward today, is because, we've spent all of this time and we've spent an extraordinary amount of time in Committee discussing whether to codify disparate impact, and oh, by the way we have just increased the penalties by 100 times under Montgomery County law. 100 times. It's not \$5,000 for embarrassment and humiliation, it's \$500,000. Now if Mr. Subin were here there would be a majority of the Council who would be lawyers. There are enough lawyers in the room. I used to practice, although not this...



Council President Perez, You used to play one on TV.

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Councilmember Silverman,

That's right, this -- I don't practice in this area. This is the way that the discussion is going to go with lending industry attorneys when this bill passes. And by the way I share Mr. Leventhal's concerns about Fannie Mae and Freddie Mac. Here is what the discussion is going to be. A lender is going to ask his attorney -- his or her attorney -what are the consequences and exposure, the legal term exposure, of the Montgomery County legislation? And the lending industry attorney is going to say presumably what they told us in Committee, which is "well, we have good news, and we have bad news." Here's the good news. The good news is they didn't pass disparate impact legislation in terms of codifying it, but you should know that everybody in the world except for us, the banking industry, thinks that that is actually what is the current standard under the law. The County Attorney thinks that. The Council's Attorney thinks that and I believe, Mr. Perez, the expert that you brought into one of our Committee work sessions felt exactly the same way. But we the banking industry don't feel that way, so the good news is there isn't any codification. Here is the bad news. If we're wrong, if we're wrong, we have just given you advice that will cost you a half million dollars per violation. So figure out how many loans you're doing in Montgomery County and you can figure out what kind of risk you want to take. You want to take ten loans what is a average loan. Couple hundred thousand dollars for the kind of loans we're talking about here? Do you want to take the risk that you're going to have a practice in place that not only will end up creating a clear impression that you are conducting your practices in a predatory manner, which nobody wants the publicity about, but more importantly you -- you could end up with millions of dollars in fines. Millions of dollars in penalties under this legislation. That's the result of this. And I would respectfully say that any attorney that is going to sit down and give his client some advice about this is going to say, you got to decide whether you want to take the risk or whether or not you want to end up having a practice that is absolutely clean -- and where you will not in effect, say we'll figure out a way to take it down to the Court of Appeals. Because I would respectfully suggest that the deterrent impact of a half million dollar per violation penalty is going to be extraordinary in terms of either changing the practices in Montgomery County, or allows folks to file claims in Montgomery County that they might not have filed before, because at \$5,000 for humiliation and embarrassment, who's necessarily going to bring the case? We're having this discussion in the context which I think is unfortunate that somehow or another the banking industry is going to succeed here. The banking industry has made it very clear from day one they do not want us to pass legislation. They took the position that we were preempted, that we had no ability to back door a predatory lending statute under a claim of discrimination. That the penalties were too high. Even at \$500,000. I think I would have to go through a volume, a box full of documents that we have. I think they were very comfortable when staff recommended a \$50,000 humiliation and embarrassment provision. But we took that up another ten



1 times on top of that. So I don't think anybody in the lending industry is going to be 2 celebrating if we do what -- what I believe we will do which is to pass this legislation. 3 This is going to be a very strong bill which is going to send a clear message that 4 predatory lending must stop in Montgomery County. If you don't stop we're going to hit 5 you with millions of dollars of penalties. That's the message that is going to be loud and 6 clear to the lending industry. And while I respect my colleague's leadership in brings this to the table I think it does clarify what is already the law, which is you can't discriminate 7 8 lending practices anyway. But while this clarifies it and I think it's a major step forward, 9 its unfortunate hat we're not in effect going to be able to declare victory today in the fight against predatory lending, but we will have Chapter Two at some point next year about 10 the broader issue of disparate impact with no certainty about whether we will bring the 11 matter to a conclusion. I would hope we would be able to move on, that people would 12 be able to file claims if they have been reluctant to do it, and that we will be able to send 13 14 a clear message by a vote today to the lending industry that predatory lending practices 15 have to stop.

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#### Council President Perez.

The challenge that I have, respectfully, Mr. Silverman, is if you can't prove liability, you can have a \$5 million cap on damages and it will be meaningless. And the battle over disparate impact is the battle is the battle over how high a bar do you set for proving that someone has discriminated? And that is the conversation that we have been having. And so I supported the effort to raise the threshold of damages from \$5,000 to \$500,000. It is important to note that that \$500.000 is not limited to predatory lending cases or discrimination in lending cases, it applies to everything we do, employment, public accommodations, all the work done under the statute, but if you -- if we're left in a few years, and I see where the civil rights landscape is attempting to head, in the eyes of some, and that is eliminate disparate impact in every circumstance. Well, it's really going to be a rather piric victory, which is why we have to continue our discussion and move forward. We've taken a step forward, but have we put our best foot forward? I would respectfully submit that we haven't. I'm looking forward to the conversation -- or continuing the conversation about economic impact, we tend to have that with every regulatory action we take, and we had that, I recall, with living wage, we had it with the smoking ban, we had it with cable modem regulation, and it's always a fair discussion to have, and questions are raised. I would simply note the difference between living wage, cable model, and smoking bans, where if they were new, attempting to put in place new things, this is codifying something that people are already required to do, and so I have had difficulty with the economic impact argument of saying the only thing that's different, you are already required to do this. Only thing different is that we are saying that the County is a player in this. We've already implicitly said that, now we're explicitly saying that, and I'm having difficulty understanding how going from implicit to explicit suddenly has an economic impact, but those are fair points that we will discuss, and I look forward to discussing those in the weeks and months ahead. I do think we've taken a step forward. I appreciate the work of my colleagues and the Council staff and all the stakeholders who have been involved in this. Mr. Subin...



Councilmember Subin, 3 [INAUDIBLE]

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Council President Perez.

6 And, Mr. Subin, I'm going to get to you in a minute. I'm going to Mr. Leventhal first,, but I 7 just wanted to bring you up to speed on where we're at, which is we've had a 8 conversation with Mr. Hansen and Mr. Faden and Ms. Healy about the prospect of 9 coming back at a very -- at the earliest convenience with a bill that addresses the concern that was raised by the County Executive's office through Odessa Shannon 10 about consistency. And, by the way, I haven't heard the heard the argument about 11 12 economic impact from the County Executive -- I've heard the consistency argument. we're addressing that -- when I stood next to Doug Duncan, I didn't hear about 13 14 economic impact, I will ask those questions to make sure that maybe it was set at another time and I just didn't hear it. But the argument that I heard from them was we 15

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need to be consistent, we are going to offer a bill that's is consistent, and that's what we 17

are going to try to do. So I just wanted to bring you up to speed on where we're at. Mr.

Leventhal had his light on first, and then I'll turn to you.

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20 Councilmember Leventhal,

> [sighing heavily] I don't think it's Mr. Hansen's job to estimate the economic impact. I think we have to go to another source.

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Council President Perez.

I agree, I couldn't agree with you more. 25

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27 Councilmember Leventhal,

> So I don't know that Mr. Hansen's input on the question of whether a chill will be placed on lending or whether access to credit will be denied for potential homeowners. I don't really think that Mr. Hansen's is in a position to answer that question.

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- Council President Perez.
- 33 Couldn't agree with you more!

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Councilmember Leventhal,

And I wouldn't ask it of him. I'd like to know the answer, but I think some of these answers are ultimately unknowable. But I really -- so I'm responding to something you said after I turned my light on. Tom, I have never known an elected official who was in such a hurry to throw cold water on his own accomplishments. You have introduced a bill that has united the community in opposition to predatory lending, you've gotten the Executive branch to express its support for you, you've gotten your colleagues to work

with you, you've gotten the Committee to approve a bill that is a strong repudiation of 42

43 predatory lending. We are about to pass it. All credit goes to you, I don't understand why

you would seek to downplay your own accomplishment. I don't get it. I really don't. I 44



mean I'm telling you honestly, I don't know why you want to say we are not putting our best foot forward. I don't know why you want to say that this is less that what we should be doing, I...

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- Council President Perez.
- 6 Because I feel that way, and I've certainly outlined...

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- 8 Councilmember Leventhal,
- 9 ...we have engaged in a -- well, you've got your feelings, you've expressed them at 10 great length.

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- 12 Council President Perez.
- Okay, well, I'll do it again if you're not clear.

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- 15 Councilmember Leventhal,
- 16 I'm sure you will, we all look forward to it. We will be sitting right here and we will have 17 the chance to do it. But my advice to you would be now and has been for months, take 18 yes for an answer. We are going to pass a good strong bill that you introduced, that I 19 hope you'll vote for.

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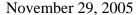
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- Council President Perez,
- And then -- and I'll give you my advice to you in a moment, which is I think we can do better, and I have higher expectations for what we can do here in Montgomery County on this issue. And maybe I've set the bar unrealistically high, but I feel that we can and must do more. Because I'm concerned about the dark clouds on the horizon that I've seen in terms of what's happening on the civil rights front. So I'm very happy to join today and in supporting this bill, but I'm -- we're not done, it's just plain and simple. So if that's cold water on your own parade, it's because I'm not yet ready to have a parade. And when we get a bill that I think, or when we get interventions in place, including perhaps, I hope when we debate disparate impact, we could have someone from the Executive's office at the table to get their input, I think that would be very useful. Then I'll be ready to break out of balloons and the marching band. But I'm not quite there yet, and I respect that you and I have a difference of opinion on that, and we will continue to be good friends, and good friends sometimes disagree. Mr. Subin.

- Councilmember Subin.
- l'm not sure how to follow that up. You know, the reason Mr. Hansen was asked the question, the reason the question was directed at Mr. Hansen is because the County
- 39 Executive saw fit not to have the proper representatives here today. And so the
- 40 question wasn't for Mr. Hansen to answer, but to take back to the Executive, who
- 41 hopefully will see fit to participate in the process in the future. I thought that this was a
- 42 two-chamber government, but maybe we were wrong. I was hoping that Ms. Shannon
- was going to be here, or some representative of the Executive, it didn't have to be Ms.
- Shannon, to indicate that I believe that at the end of the day, her argument about





1 singling out one area to talk about disparate impact would -- would make it harder for 2 that office to go back and say disparate impact in employment or housing discrimination 3 in addition to lending practices. That argument has guite a bit of precedence in the law, 4 and the thing that we're taught almost on day one about plain language. The court 5 would simply ask why did you do one and not the others? I am totally dissuaded by the 6 industry's argument's, totally dissuaded. Totally dissuaded by the bolero argument, that 7 we will leave Montgomery County, very disingenuous. Rates might go up, okay, if 8 there's going to be a higher cost. But the protestations of the industry we need to 9 believe that maybe there is something going on. Now, I think what came out of Committee were, under the circumstances, was a solid bill, but I understand Mr. Perez's 10 concerns that the real issue here, whether it is in this arena or employment or housing, 11 12 or anything else, is the issue of disparate impact. That is the issue, and to try to state that there are not problems in those arenas in any sector of this economy is either 13 14 naive, or blind, or disingenuous, if not all three. But certainly the folks who have been 15 fighting these battles for a long time, including the issues on unfair housing and the fair housing surveys every year indicate that there are problems, there continue to be 16 problems, show that there is an issue that needs to be addressed. There's also an 17 18 adage "When you wish upon a star, be careful, you may get what you ask for." Maybe today the issue of disparate impact is off the table, but it's off the table because of 19 20 technicalities that involve advertising and notice to other communities that would be 21 affected, and so rather than risk prejudicing a good thing today, it is better to come back tomorrow heed the warnings, take a -- not politically more conservative, but a legally 22 23 more conservative approach, and have a more broad-based bill, that now will include 24 everything. That's the way to do it because, again, to believe that there are not problems in Montgomery County is either blind or naive. Those problems are there. And 25 those problems, as I talked with Mr. Perez prior to today will be addressed. And so, Mr. 26 27 President, I don't know if you need a motion or an intent of the Council or what to both. and I know you don't need a motion to pass the Committee bill because that's 28 29 automatically on the table, but to state the intention of this Council and request the staff 30 that we come back with a disparate impact bill that will be inclusive of everything and while it may be subject to challenge from a philosophical standpoint in the legal system, 31 32 that's avoid the whole issue of intent and plain language. It will be there, everything will 33 be included. Automobile sales, housing rentals, housing sales, employment, sales of 34 candy bars, whatever it is, it will be there. And predatory lending will be there also. I don't want anybody to walk out thinking that the book is being closed on predatory 35 36 lending. Chapter One may be over, but when we walk out of here the writing for Chapter 37 Two will begin. I don't know if you need a motion to that effect or what --!

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Council President Perez,

No, I've already asked and staff is, will begin the preparation of the bill that both you and I have alluded to. When that's ready, we will introduce it. Okay, Committee

recommendation, as amended. Mr. Denis, you wanted to...

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Councilmember Denis,



1 Yeah, just a few comments, I mean I may be the only member to vote against the bill. I 2 don't know, but I want to make a few comments and observations about it because I do 3 think that we can benefit and clearly this is another shoe to drop, but we can benefit 4 from Executive guidance on this matter, those that have to implement whatever we 5 pass, I think the Council and the people are entitled to a clear statement of position, and 6 I'm disappointed we haven't had it to date, and I think the sponsor of the bill, though I 7 clearly did not share his enthusiasm for the subject matter, but I think he makes a valid 8 point as to where is the Executive, where has the Executive been, and my own 9 experience is such that I'm just totally perplexed by it, because I don't ever recall a situation actually, at any level of government where a department head or senior 10 Executive individual would not respond to a legislative request when a bill is up for 11 serious discussion. Very often, you have to sit will and take it and listen to things you 12 don't want to hear, but that's, that's your job. So I share the frustration in that, and 13 14 personally, this Councilmember, I feel like I could have benefited from some clarification 15 on some of these issues. Mr. Leventhal makes a valid point when he says "Why isn't the prime sponsor willing to declare victory with the Committee passed bill and go on from 16 17 there?" And to which I can only respond having worked with Mr. Perez since he's been on the Council, that most people might do that, but not Tom Perez, and I respect him 18 more for it. As to the Executive's position -- I'll go back to the public hearing that we had 19 20 almost exactly a year ago. I looked in my file, December 14, it was a night hearing, we 21 had 30 witnesses. The lead witness was Joe Beach for the Executive, and it doesn't address disparate impact, but in his testimony he says "We believe this bill points us in 22 23 the right direction and is an important step in helping to address the needs of all our 24 residents." And there was an additional statement from the Executive to that effect. In response to questions, Mr. Beach said, "May need some revisions." And there was also 25 testimony that night from the Interagency Fair Housing Commission talking --26 27 recommending that we don't throw out the baby with the bath water, and not all the subprime loans are predatory, beware of the unintended consequences, and so on. 28 29 There was testimony about the DC law that had to be revisited after it was passed 30 because of problems that arose. And I guess that's, that is what has persuaded me throughout this discussion, I personally have not heard any credible evidence that there 31 is what is called predatory lending in Montgomery County. And in the absence of that 32 33 evidence I just cannot vote for any version of the bill. I certainly believe that the caveats 34 that have been expressed in the testimony and in the documents or evidence that we've received, should give us all pause before we pass any legislation, either the original 35 36 legislation or the legislation that has been passed -- recommended by the Committee.

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- Council President Perez.
- 39 Mr. Subin.

- 41 Councilmember Subin,
- I am not going to sit in judgment of why or should the Council President, the prime sponsor of this bill be dancing in the streets because something was passed or not. He
- says he is not satisfied, he's not satisfied. Why can't you all leave it at that? That's for



him to determine. I don't want any of you telling me I should be happy or I should be sad or I should be upset. Leave it alone.

### [laughter]

#### Councilmember Subin,

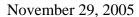
Number two, if there is no problem, why all the protestations? If this bill or any disparate impact bill is simply going to be a belt and suspenders issue, then who cares? But given the level of protest and the amount of money that was spent in opposition to this, my ears certainly picked up. If there's no problem what difference does it make? If the Soviet Union is no longer a threat or is a threat, go ahead and pass whatever resolutions you want, because there is no Soviet Union to get mad about, or mad back at you. So you can vote against this, you can be opposed to this, you can be opposed to whatever comes next, but if the amount of paper that we received on round two and the amount of money that was spent in opposition to it is any indication, then there is an issue. It's one of the problems about being around here too long, you look at the surrogates. And the bigger the pile of opposition from those who would be affected by something that doesn't exist was huge. It was huge. So that's the answer to that, Howard. That is the surrogate and Tom did come up with a -- with a huge body of data to indicate that even if the issue was not disparate impact, it was something that needs to be looked at. And we looked at it. And we're going to look at it again.

#### Council President Perez.

Ms. Floreen.

#### Councilmember Floreen,

Thank you. You know, I signed on to this bill after it had been drafted, and when it was about to be introduced because of what it is, it's a bill about discrimination in housing, and that is the point of this conversation. It has been turned into a debate about lending practices, which actually it's not. It's a bill about discrimination, and why that is the Council's authority here, to deal with housing policy and to deal with local discriminatory issues. While I appreciate the advocacy that we've heard a great deal of from the banking industry and from the proponents of the disparate impact language, I will support the bill that came out of Committee. I don't think the world would have come to an end including that language in this bill. I am not persuaded by the issues that have been presented by the Executive staff that including it here meant you couldn't advance it elsewhere. It's a fine lawyerly argument, but it's an advocacy position. I'm happy to take it up in the next session and deal with it across the board, but I'll just remind everybody here, this is about housing policy and its discrimination with respect to that policy, and how people have access to the increasingly illusive opportunity in Montgomery County of owning homes. Whatever we do, no question, it may be in fact somewhat harder for folks to get loans, but what we do know is that they will be protected under this legislation, and there will be a very significant stick for folks who, who attempt to trick, confuse, or mislead folks. As somebody who had a mortgage





1 banker come to my house, 10:30 one Sunday night to conclude the resolution of a 2 refinancing that included rearranged points, I think it would be wrong to say that weren't 3 practices are there that are employed by unscrupulous people. More often than not is I 4 suspect unregulated mortgage brokers. The point of this is to address the real 5 discrimination that I believe occurs in the community and effects access to housing, 6 that's what this is about, and I do commend the Council President for his line fight on this issue, and I think we are at the end of this debate. Look forward to the next one. 7 8 9 Council President Perez, 10 Mr. Andrews? 11 12 Councilmember Andrews, Thank you. I want to commend Council President and Professor Perez for his 13 14 leadership on this. It's not an issue, I think, that most Councilmembers had focused on 15 when they were elected three years ago, so it was a new issue for many of us. And I think Council President made a good point and that is if you can't prove something the 16 17 fine doesn't mean much, and I think that is a critical point, and we'll have to decide whether that truly is a provable case under the -- if there's no disparate impact provision 18 there. But I will say although this bill will not have a disparity impact provision I think the 19 20 bill has had an impact in the amount of spending that has been waged against that 21 provision. Quite a disparate impact there, I bet, if you look at that, and how much has been spent to defeat that provision. So you've achieved that goal, Mr. Perez. 22 23 24 Council President Perez. Thank you. Okay, Madam Clerk, I think we exhausted ourselves for today. 25 26 27 Council Clerk, 28 Mr. Denis? 29 30 Councilmember Denis, 31 No. Council Clerk,

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33 34 Ms. Floreen?

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36 Councilmember Floreen,

37 Yes.

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39 Council Clerk,

40 Mr. Subin?

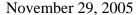
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42 Councilmember Subin,

43 Yes.



2	Mr. Silverman?
3 4 5	Councilmember Silverman, Yes.
6 7 8 9	Council Clerk, Mr. Knapp?
10 11 12	Councilmember Knapp, No.
13 14 15	Council Clerk, Mr. Andrews?
16 17 18	Councilmember Andrews, Yes.
19 20 21	Council Clerk, Ms. Praisner?
22 23 24	Councilmember Praisner, Yes.
25 26 27	Council Clerk, Mr. Leventhal?
28 29 30	Councilmember Leventhal, Yes.
31 32 33	Council Clerk, Mr. Perez?
34 35 36	Council President Perez, Yes. Bill passes 7-2. Mr. Leventhal.
37 38 39 40 41	Councilmember Leventhal, Mr. President, I may want to lay down my marker right now, you and I have been very scrupulous about not discussing the content of this matter because together, we constitute a majority of the Committee of it of jurisdiction, we've been extremely careful about not violating the open meetings law on this matter.
42 43 44	Council President Perez, On all matters.





Councilmember Leventhal,

On all matters. On all matters.

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Councilmember Silverman,

6 Well, there was that time 16 months ago, but that's...

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Councilmember Leventhal,

9 I am asking for the simple consideration, not face to face because we can't do that now, either, of having the bill that you are asking staff -- which will come before my 10

Committee, I would like to be consulted on this matter through staff, I would like to 11

12 understand the content, I would not like to be placed in the position of learning after the

fact that legislation regarding discrimination and civil rights is pending before the 13

14 Council and will come before my Committee. I would like to work with you through staff

15 on this matter, I did not have that opportunity with respect to this lending bill -- which is a 16

lending bill, let me just say to any colleague who's suggested it is anything other than a

17 lending bill, the word lending, lending, lending, appears throughout the bill. So let's be

18 real clear that it is absolutely a lending bill. But I am wide open to a thorough and

19 constructive discussion at any time about how to strengthen the protection of civil rights

20 in Montgomery County. I'm very, very disappointed that you and I have come to a place 21 where we are not working arm in arm on the matter of civil rights and discrimination, and

I am laying down a marker right now, I will have some role as a Committee Chairman

and some people are betting I may even preside over this Council in the near term, and I would hope that staff would work with me and be in communication with me so that we

are not at odds with each other on an issue on which I know you and I feel very, very

deeply. I did not have that opportunity with this lending bill.

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Council President Perez.

I will do exactly what we did before, which is we will prepare a draft, and we will circulate the draft with a cover memo, and we will invite your input and hopefully cosponsorship, and if there are tweaks to be made, we will make those tweaks before, and then if there are additional tweaks to be made in the Committee, we will do that as well. I won't belabor the point.

33 34 35

- Councilmember Leventhal,
- 36 That's a creative reading of history, Mr. President.

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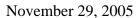
- 38 Council President Perez.
- 39 I can show you the memo we sent around, and I'm happy to do that.

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- 41 Councilmember Denis.
- 42 Point of clarification, Mr. President.

43 44

Council President Perez,





1 Yes, Mr. Denis. 2 3 Councilmember Denis, 4 And I raise this, one of the reasons is that next Tuesday, we may have some changes 5 here, and I just want to make sure that I heard this correctly, or the interpretation is the 6 correct interpretation under the open meetings law, it's always been my understanding 7 when a bill comes from the Committee to the Council that members of the Committee 8 can talk to each other about the contents of the legislation. 9 10 Councilmember Leventhal, After it was out of Committee. 11 12 13 Councilmember Denis, 14 Yes. 15 16 Councilmember Leventhal, Right, but there were months before the Committee had acted in which we couldn't have 17 18 a conversation with each other. 19 20 Councilmember Denis, 21 Okay, thank you. 22 23 Council President Perez. 24 Anything else? We're going to go right to Royce Hanson downstairs on the sixth floor, and I frankly believe that we are going -- we'll probably be with Mr. Hansen for about an 25 hour, and I frankly do not believe that we will have sufficient value added to a discussion 26 27 of this, and I was hoping we would get through this sooner, and I am in large part 28 responsible for that, and our friends in the Executive Branch were... 29 30 Unidentified, 31 [INAUDIBLE] 32 33 Council President Perez. 34 Yes, so I think we will postpone the Committee consideration of the impervious issue but, Mr. Silverman? 35 36 37 Councilmember Silverman, Yeah, that's fine. There was, there is a meeting of the PHED/T&E Committee scheduled 38 39 this afternoon on continuing our discussion about PIFs and impervious caps, but since we will be tied up until 4:30, unfortunately there's not a point in doing that, and we have 40 a public hearing this evening as well, so we will end up with that joint committee 41 42 meeting being rescheduled.